



Louisiana Senate Finance Committee



Fiscal Year 2023-2024 Executive Budget Recommendations

Schedule 09 – Louisiana Department of Health

March 28, 2023

*Senator Patrick Page Cortez, President
Senator Bodi White, Chairman*



Schedule 09 – Louisiana Department of Health



The Louisiana Department of Health (LDH) is the primary entity within state government responsible for the health and wellbeing of Louisiana’s citizens. In its authorizing statute, specifically R.S. 36:251(B), LDH is charged with the responsibility “for the development and provision of health and medical services for the prevention of disease for the citizens of Louisiana.” Further, LDH “shall provide health and medical services for the uninsured and medically indigent citizens of Louisiana.”

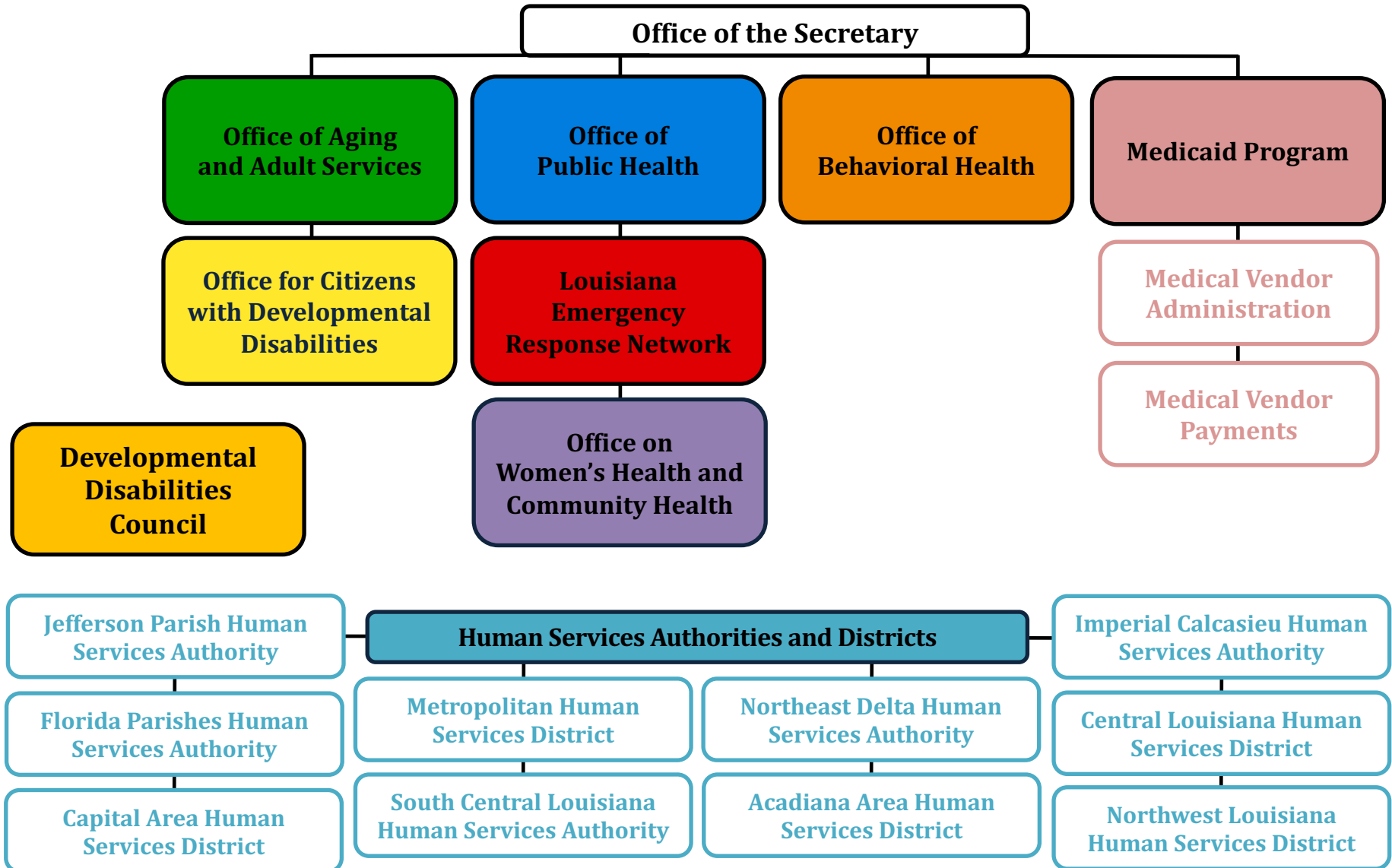
LDH provides services for the mentally ill, persons with developmental and adult-onset disabilities, the elderly, and those suffering from addictive disorders; public health services; and health care services under the Medicaid program for the uninsured and medically indigent citizens of Louisiana.

In addition, LDH engages in numerous activities to monitor, protect and improve the health of Louisiana’s citizens and specifically responds to the major health issues facing the state.

There are 20 agencies within the department. The Office on Women’s Health and Community Health (OWHCH) was created by Act 676 (SB 116) of the 2022 Regular Legislative Session to focus on women’s health issues and health disparities.



Schedule 09 – Louisiana Department of Health

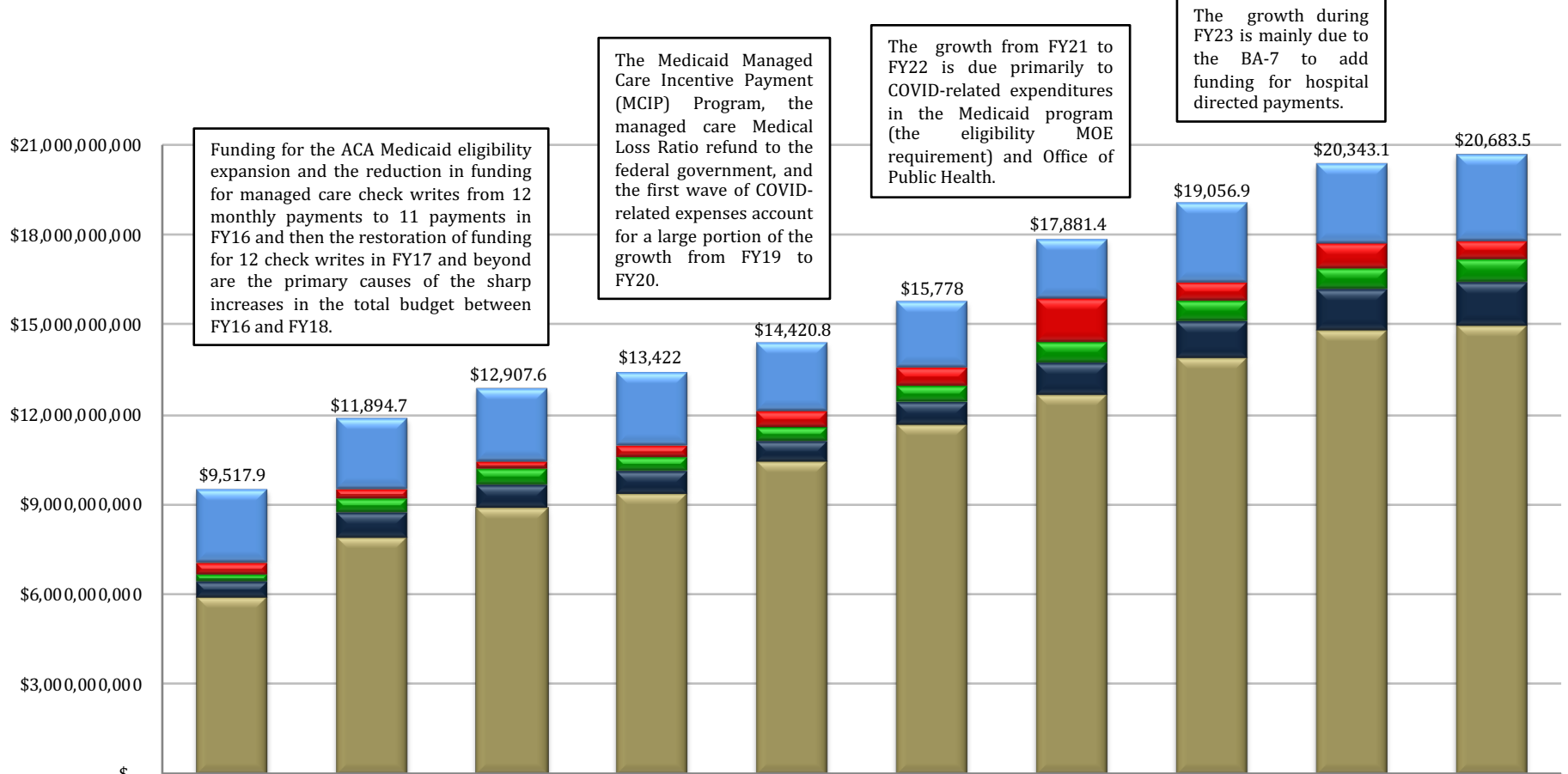




Louisiana Department of Health Budget History from FY16 to FY24

Total Budget by Fiscal Year and Means of Finance

(in \$ millions)



Funding for the ACA Medicaid eligibility expansion and the reduction in funding for managed care check writes from 12 monthly payments to 11 payments in FY16 and then the restoration of funding for 12 check writes in FY17 and beyond are the primary causes of the sharp increases in the total budget between FY16 and FY18.

The Medicaid Managed Care Incentive Payment (MCIP) Program, the managed care Medical Loss Ratio refund to the federal government, and the first wave of COVID-related expenses account for a large portion of the growth from FY19 to FY20.

The growth from FY21 to FY22 is due primarily to COVID-related expenditures in the Medicaid program (the eligibility MOE requirement) and Office of Public Health.

The growth during FY23 is mainly due to the BA-7 to add funding for hospital directed payments.

| | FY16 Actual | FY17 Actual | FY18 Actual | FY19 Actual | FY20 Actual | FY21 Actual | FY22 Actual | FY23 Enacted | FY23 EOB as of 12/1/22 | FY24 Recommended |
|------------|-----------------|-----------------|-----------------|-----------------|------------------|------------------|------------------|------------------|------------------------|------------------|
| ■ SGF | \$2,481,088,826 | \$2,390,817,265 | \$2,467,353,116 | \$2,464,529,782 | \$2,280,463,287 | \$2,214,421,452 | \$2,011,548,973 | \$2,665,333,641 | \$2,674,175,811 | \$2,879,188,302 |
| ■ IAT | \$32,444,305 | \$28,376,8736 | \$27,013,7392 | \$35,631,2906 | \$56,053,7608 | \$59,797,6320 | \$1,490,268,027 | \$59,115,6260 | \$79,393,5946 | \$65,474,0332 |
| ■ FSGR | \$23,975,7016 | \$43,736,2503 | \$50,181,3681 | \$44,859,928 | \$48,692,2998 | \$56,368,044 | \$63,031,9819 | \$69,703,0701 | \$72,986,1448 | \$72,460,9576 |
| ■ STAT DED | \$54,311,476 | \$85,290,036 | \$79,673,7707 | \$81,987,8058 | \$64,885,4202 | \$75,409,6639 | \$1,131,783,383 | \$1,217,500,589 | \$1,361,187,551 | \$1,479,666,192 |
| ■ FED | \$5,929,485,774 | \$7,929,824,440 | \$8,871,573,417 | \$9,332,722,891 | \$10,444,070,312 | \$11,647,819,324 | \$12,617,492,182 | \$13,885,885,038 | \$14,783,942,834 | \$14,945,289,058 |



Louisiana Department of Health Budget History from FY16 to FY24

| Budget History | Actuals | | | | | | | Fiscal Year 2022-2023 Enacted | Fiscal Year 2022-2023 EOB as of 12/1/22 | Fiscal Year 2023-2024 Recommended | FY24 Recommended Over/(Under) FY23 EOB |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|-------------------------------------|---|---|---|
| | Fiscal Year 2015-2016 | Fiscal Year 2016-2017 | Fiscal Year 2017-2018 | Fiscal Year 2018-2019 | Fiscal Year 2019-2020 | Fiscal Year 2020-2021 | Fiscal Year 2021-2022 | | | | |
| Jefferson Parish HSA | \$17,850,720 | \$16,641,680 | \$17,950,560 | \$20,161,234 | \$20,328,259 | \$16,849,958 | \$20,047,550 | \$20,601,191 | \$20,601,191 | \$20,176,486 | (\$424,705) |
| Florida Parishes HSA | \$16,912,790 | \$17,803,143 | \$18,407,149 | \$20,546,182 | \$22,309,799 | \$22,650,072 | \$23,411,869 | \$26,688,713 | \$26,688,713 | \$26,645,405 | (\$43,308) |
| Capital Area HSD | \$26,074,490 | \$24,350,458 | \$24,617,221 | \$26,751,259 | \$28,539,733 | \$30,552,848 | \$31,093,818 | \$33,430,992 | \$33,430,992 | \$31,573,733 | (\$1,857,259) |
| DD Council | \$1,666,195 | \$1,734,162 | \$1,889,653 | \$1,863,964 | \$1,745,327 | \$1,670,237 | \$2,284,826 | \$2,824,884 | \$2,824,884 | \$2,330,828 | (\$494,056) |
| Metropolitan HSD | \$26,368,604 | \$25,685,544 | \$26,275,429 | \$17,802,180 | \$27,889,808 | \$17,733,362 | \$27,157,418 | \$31,034,043 | \$31,034,043 | \$31,326,676 | \$292,633 |
| MV Administration | \$247,742,567 | \$325,904,635 | \$352,932,918 | \$348,058,397 | \$347,954,741 | \$354,024,843 | \$359,294,844 | \$583,659,346 | \$594,993,095 | \$669,655,433 | \$74,662,338 |
| MV Payments | \$8,317,394,056 | \$10,636,119,498 | \$11,596,329,818 | \$12,043,735,432 | \$12,950,115,159 | \$14,049,902,727 | \$15,074,817,111 | \$16,577,970,051 | \$17,649,093,957 | \$18,172,739,374 | \$523,645,417 |
| Office of the Secretary | \$74,503,650 | \$70,640,258 | \$66,937,460 | \$69,924,496 | \$77,631,988 | \$99,126,536 | \$80,859,813 | \$102,869,814 | \$102,887,435 | \$105,942,473 | \$3,055,038 |
| South Central La. HSA | \$20,373,967 | \$19,494,640 | \$20,289,169 | \$21,553,455 | \$22,197,732 | \$23,088,371 | \$24,332,304 | \$27,279,649 | \$27,279,649 | \$27,596,216 | \$316,567 |
| NE Delta HSA | \$12,831,625 | \$12,000,455 | \$12,135,266 | \$13,616,514 | \$14,154,585 | \$13,419,506 | \$14,732,989 | \$16,404,881 | \$16,618,143 | \$16,400,869 | (\$217,274) |
| OAAS | \$39,585,052 | \$40,361,211 | \$42,172,517 | \$46,172,621 | \$49,071,973 | \$51,695,695 | \$51,852,102 | \$63,452,120 | \$63,452,120 | \$64,921,848 | \$1,469,728 |
| LERN | \$1,832,920 | \$1,485,653 | \$1,620,615 | \$1,801,664 | \$1,761,965 | \$2,940,116 | \$2,523,329 | \$2,271,700 | \$2,342,838 | \$2,493,234 | \$150,396 |
| Acadiana Area HSD | \$15,770,488 | \$15,364,308 | \$15,108,283 | \$16,253,574 | \$16,946,411 | \$16,684,948 | \$17,887,353 | \$24,280,248 | \$24,280,248 | \$22,302,999 | (\$1,977,249) |
| OPH | \$326,832,179 | \$302,990,462 | \$323,411,894 | \$344,274,227 | \$372,026,645 | \$583,909,235 | \$1,643,471,393 | \$937,776,693 | \$1,137,776,693 | \$854,888,739 | (\$282,887,954) |
| OBH | \$201,096,473 | \$215,331,061 | \$213,951,112 | \$239,390,544 | \$259,373,640 | \$278,068,480 | \$287,652,495 | \$352,797,231 | \$353,090,627 | \$377,573,134 | \$24,482,507 |
| OCDD | \$133,328,667 | \$135,726,162 | \$141,867,380 | \$153,478,632 | \$171,670,438 | \$177,174,631 | \$177,343,389 | \$204,508,533 | \$205,447,937 | \$205,375,259 | (\$72,678) |
| Office on Women's Health and Community Health (OWHCH) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$850,272 | \$3,055,157 | \$3,368,553 | \$313,396 |
| Imperial Calcasieu HSA | \$9,585,516 | \$8,651,179 | \$8,319,813 | \$11,690,223 | \$10,891,180 | \$10,782,477 | \$12,703,819 | \$13,072,250 | \$13,072,250 | \$13,399,025 | \$326,775 |
| Central La. HSD | \$14,005,837 | \$12,321,997 | \$11,869,885 | \$12,253,302 | \$12,777,417 | \$13,229,707 | \$15,718,847 | \$18,130,878 | \$18,130,878 | \$18,008,762 | (\$122,116) |
| NW La. HSD | \$14,128,601 | \$12,066,474 | \$11,529,171 | \$12,715,665 | \$13,461,607 | \$14,497,030 | \$14,227,114 | \$17,002,740 | \$17,002,740 | \$16,774,414 | (\$228,326) |
| TOTAL EXPENDITURES | \$9,517,884,397 | \$11,894,672,980 | \$12,907,615,313 | \$13,422,043,565 | \$14,420,848,407 | \$15,778,000,779 | \$17,881,412,384 | \$19,056,906,229 | \$20,343,103,590 | \$20,683,493,460 | \$340,389,870 |
| <i>Year-Over-Year Difference</i> | | \$2,376,788,583 | \$1,012,942,333 | \$514,428,252 | \$998,804,842 | \$1,357,152,372 | \$2,103,411,605 | \$1,175,493,845 | \$1,286,197,361 | \$340,389,870 | |
| <i>Year-Over-Year Growth Rate</i> | | 24.97% | 8.52% | 3.99% | 7.44% | 9.41% | 13.33% | 6.57% | 6.75% | 1.67% | |
| <i>FY24 Recommended Over/(Under) FY16 Actuals</i> | | | | | | | | | | \$11,165,609,063 | |
| <i>Percent Variance from FY16 Actuals to FY24 Recommended</i> | | | | | | | | | | 117.31% | |



Louisiana Department of Health FY24 Recommended Budget Adjustments

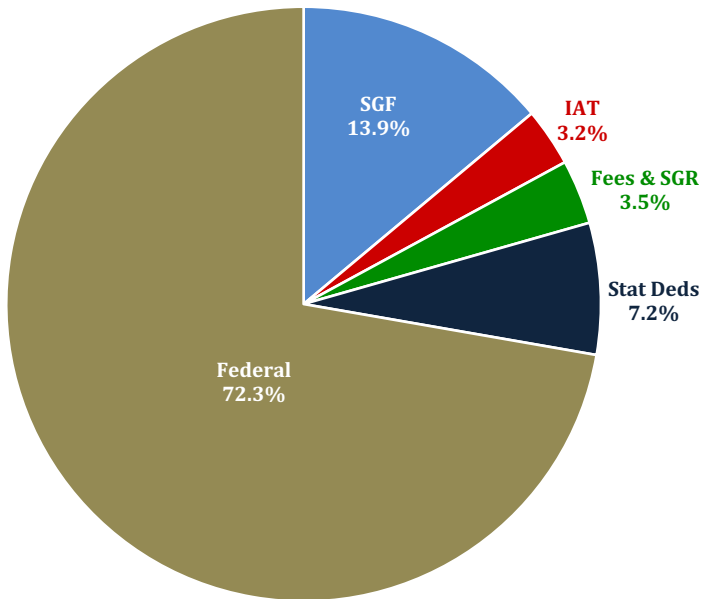
Governor's Executive Budget Recommendations for Fiscal Year 2023-2024

| State General Fund (Direct) | Interagency Transfers | Fees and Self-generated Revenues | Statutory Dedications | Federal Funds | Total | Authorized Positions | Authorized Other Charges Positions | Explanation |
|-----------------------------|-----------------------|----------------------------------|------------------------|-------------------------|-------------------------|----------------------|------------------------------------|---|
| \$2,674,175,811 | \$793,935,946 | \$729,861,448 | \$1,361,187,551 | \$14,783,942,834 | \$20,343,103,590 | 6,457 | 1,344 | FY23 Operating Budget (as of December 1, 2022) |
| \$11,108,843 | \$4,065,798 | \$802,107 | \$0 | \$2,259,971 | \$18,236,719 | 0 | 0 | Market Rate Classified |
| \$2,403,029 | \$1,840,965 | \$570 | \$0 | \$795,815 | \$5,040,379 | 0 | 0 | Civil Service Pay Scale Adjustment |
| \$128,152 | \$549,474 | \$0 | \$0 | \$1,145 | \$678,771 | 0 | 0 | Civil Service Training Series |
| \$7,862,773 | \$8,101,809 | \$652,568 | \$0 | \$1,824,883 | \$18,442,033 | 0 | 0 | Related Benefits Base Adjustment |
| \$2,209,952 | \$910,938 | \$149,247 | \$0 | \$440,898 | \$3,711,035 | 0 | 0 | Retirement Rate Adjustment |
| \$989,559 | \$495,880 | \$63,535 | \$0 | \$202,486 | \$1,751,460 | 0 | 0 | Group Insurance Rate Adjustment for Active Employees |
| \$788,888 | \$435,838 | \$52,890 | \$0 | \$188,859 | \$1,466,475 | 0 | 0 | Group Insurance Rate Adjustment for Retirees |
| \$10,883,548 | \$10,072,195 | \$491,518 | \$0 | \$2,768,347 | \$24,215,608 | 0 | 0 | Salary Base Adjustment |
| (\$19,883,740) | (\$13,680,362) | (\$1,341,785) | \$0 | (\$3,592,770) | (\$38,498,657) | 0 | 0 | Attrition Adjustment |
| (\$403,942) | (\$56,791) | \$0 | \$0 | (\$111,816) | (\$572,549) | (3) | (4) | Personnel Reductions |
| (\$13,462,473) | (\$6,513,060) | (\$907,397) | \$0 | (\$3,588,384) | (\$24,471,314) | 0 | 0 | 27 th Pay Period |
| \$0 | \$0 | \$78,550 | \$0 | \$1,342,161 | \$1,420,711 | 0 | 0 | Acquisitions and Major Repairs |
| (\$57,180) | (\$5,551,242) | \$0 | \$0 | (\$5,000) | (\$5,613,422) | 0 | 0 | Non-recur Acquisitions and Major Repairs |
| (\$8,842,170) | (\$959,991) | (\$2,860,495) | \$0 | (\$28,799,652) | (\$41,462,308) | 0 | 0 | Non-recur Carryforwards |
| (\$4,300,000) | \$0 | \$0 | \$0 | \$0 | (\$4,300,000) | 0 | 0 | Non-recur Special Legislative Projects |
| \$355,988 | (\$826,002) | \$0 | \$0 | \$10,397 | (\$459,617) | 0 | 0 | Risk Management |
| (\$55,385) | (\$2,430) | \$0 | \$0 | \$0 | (\$57,815) | 0 | 0 | Legislative Auditor Fees |
| \$498,549 | \$0 | \$0 | \$0 | \$19,604 | \$518,153 | 0 | 0 | Rent in State-Owned Buildings |
| \$12,535 | \$0 | \$0 | \$0 | \$2,102 | \$14,637 | 0 | 0 | Maintenance in State-Owned Buildings |
| (\$121,770) | \$0 | \$0 | \$0 | \$6,369 | (\$115,401) | 0 | 0 | Capitol Police |
| \$74,333 | \$0 | \$0 | \$0 | \$0 | \$74,333 | 0 | 0 | Capitol Park Security |
| \$15,716 | \$0 | \$0 | \$0 | \$1,472 | \$17,188 | 0 | 0 | UPS Fees |
| \$62,933 | \$0 | \$0 | \$0 | \$10,797 | \$73,730 | 0 | 0 | Civil Service Fees |
| (\$1,797) | \$0 | \$0 | \$0 | (\$732) | (\$2,529) | 0 | 0 | State Treasury Fees |
| (\$3,119,820) | \$110,358 | \$0 | \$0 | (\$8,221,811) | (\$11,231,273) | 0 | 0 | Office of Technology Services |
| (\$462,266) | \$0 | \$0 | \$0 | \$0 | (\$462,266) | 0 | 0 | Administrative Law Judges |
| \$146,563 | \$0 | \$0 | \$0 | \$28,803 | \$175,366 | 0 | 0 | Office of State Procurement |
| (\$13,169,182) | (\$1,006,623) | (\$2,818,692) | \$0 | (\$34,416,056) | (\$51,410,553) | (3) | (4) | Total Statewide Adjustments |
| \$164,061,740 | (\$579,959) | (\$2,020,181) | (\$125,027,187) | (\$36,454,445) | (\$20,032) | 0 | 0 | Total Means of Financing Substitutions |
| \$0 | (\$200,020,800) | \$0 | \$0 | (\$310,046,008) | (\$510,066,808) | 0 | 0 | Total Non-recurring Adjustments |
| \$25,567,556 | \$0 | \$0 | \$0 | (\$12,490,729) | \$13,076,827 | 0 | 0 | Total Annualizations |
| (\$16,388,850) | \$45,162,519 | (\$412,999) | \$236,454,398 | \$461,442,259 | \$726,257,327 | 0 | 0 | Total Workload Adjustments |
| \$44,941,227 | \$17,249,249 | \$0 | \$7,051,430 | \$93,311,203 | \$162,553,109 | 2 | 5 | Total Other Adjustments |
| \$2,879,188,302 | \$654,740,332 | \$724,609,576 | \$1,479,666,192 | \$14,945,289,058 | \$20,683,493,460 | 6,456 | 1,345 | Total Recommended in the Governor's Executive Budget |



Louisiana Department of Health FY24 Recommended Means of Financing

FY24 Recommended Means of Financing



**Total -
\$20,683,493,460**

FY24 Revenue Sources

State General Fund (Direct) – \$2,879,188,302

Interagency Transfers – \$654,740,332

- Fee-for-service Medicaid claims and uncompensated care costs payments to LDH agencies
- Payments from other state agencies for use as state match in the Medicaid program
- Distribution of funding from the LDH services offices to the human services authorities and districts

Fees and Self-generated Revenues – \$724,609,576

- Intergovernmental transfers (IGT) from non-state public entities to provide the state match for supplemental Medicaid and uncompensated care costs payments
- Refunds and recoveries due to the Medicaid program
- Payments to the services offices and human services authorities and districts from patients or third-party reimbursements, including the Medicaid managed care plans, for health care services
- Regulatory fees

Statutory Dedications – \$1,479,666,192

Various constitutional or statutorily dedicated funds available for appropriation to finance the provision of health care services.

Federal Funds – \$14,945,289,058

- Federal financial participation in the Medicaid program
- Federal grants for behavioral health services
- Federal grants for public health services



Louisiana Department of Health

FY24 Recommended Means of Financing – Dedicated Funds

| Fund | Source of Funding | FY22 Actual | FY23 EOB | FY24 Recommended |
|--|--|------------------------|------------------------|------------------------|
| Compulsive and Problem Gaming Fund (OBH) | Gaming Revenues | \$2,435,507 | \$3,579,756 | \$3,579,756 |
| Disability Services Fund (OCDD) | Proceeds from the sale or lease of former OCDD properties, a portion of the fees on the gross sales of therapeutic marijuana, and a portion of the taxes levied on sports wagering | \$0 | \$0 | \$419,000 |
| Early Childhood Supports and Services Fund (OS) | Federal American Rescue Plan Act (ARPA) Funding | \$0 | \$9,000,000 | \$9,000,000 |
| Health Care Facility Fund (OBH) | Licensure Violation Fines | \$0 | \$302,212 | \$302,212 |
| Health Excellence Fund (MVP) | Tobacco Master Settlement Proceeds | \$29,783,261 | \$24,398,481 | \$34,052,253 |
| Hospital Stabilization Fund (MVP) | Hospital Assessment | \$108,139,101 | \$257,146,329 | \$257,146,329 |
| Louisiana Fund (MVP/OPH) | Tobacco Master Settlement Proceeds | \$16,626,022 | \$18,700,444 | \$36,816,294 |
| Louisiana Medical Assistance Trust Fund (MVP) | Provider Fees and Premium Assessment on the Medicaid Managed Care Plans | \$941,404,978 | \$982,819,274 | \$1,067,154,983 |
| Medicaid Trust Fund for the Elderly (MVP) | State General Fund | \$0 | \$5,048,896 | \$12,835,609 |
| Medical Assistance Program Fraud Detection Fund (MVA/OS) | Lawsuit Settlements and Judgments | \$1,461,463 | \$1,814,750 | \$1,337,190 |
| New Opportunities Waiver Fund (MVA/MVP) | Twelve percent of Recurring State General Fund Revenue, not to exceed \$50 million in any fiscal year, as recognized by REC in excess of the prior forecast for the fiscal year | \$23,006,086 | \$43,348,066 | \$43,348,066 |
| Nursing Homes Residents' Trust Fund (OS/OAAS) | Licensing Fees and Penalties | \$1,791,922 | \$2,450,000 | \$2,450,000 |
| Rural Primary Care Physicians Development Fund (OPH) | Federal American Rescue Plan Act (ARPA) Funding | \$0 | \$2,673,634 | \$2,673,634 |
| State Coronavirus Relief Fund (OBH) | Federal CARES Act Funding | \$1,432,690 | \$0 | \$0 |
| Telecommunications for the Deaf Fund (OPH) | Five-cent Monthly Assessment on Wireline Telephone Access Lines and Wireless Telephone Numbers | \$2,660,858 | \$5,956,979 | \$5,510,939 |
| Tobacco Tax Health Care Fund (OBH) | Tobacco Taxes | \$1,902,532 | \$2,120,736 | \$1,831,493 |
| Traumatic Head and Spinal Cord Injury Trust Fund (OAAS) | Fee imposed on Driving Under the Influence, Reckless Operation, and Speeding Violations | \$1,138,964 | \$1,827,994 | \$1,208,434 |
| TOTALS | | \$1,131,783,383 | \$1,361,187,551 | \$1,479,666,192 |



Louisiana Department of Health

FY24 Recommended Means of Financing by Agency

| State General Fund (Direct) | Interagency Transfers | Fees and Self-generated Revenues | Statutory Dedications | Federal Funds | Total | Agency |
|-----------------------------|-----------------------|----------------------------------|------------------------|-------------------------|-------------------------|---|
| \$15,271,320 | \$2,180,166 | \$2,725,000 | \$0 | \$0 | \$20,176,486 | Jefferson Parish Human Services Authority |
| \$16,027,773 | \$7,863,344 | \$2,754,288 | \$0 | \$0 | \$26,645,405 | Florida Parishes Human Services Authority |
| \$16,919,894 | \$11,100,731 | \$3,553,108 | \$0 | \$0 | \$31,573,733 | Capital Area Human Services District |
| \$507,517 | \$0 | \$0 | \$0 | \$1,823,311 | \$2,330,828 | Developmental Disabilities Council |
| \$18,402,595 | \$9,339,786 | \$1,229,243 | \$0 | \$2,355,052 | \$31,326,676 | Metropolitan Human Services District |
| \$170,214,887 | \$499,672 | \$4,200,000 | \$929,940 | \$493,810,934 | \$669,655,433 | Medical Vendor Administration |
| \$2,237,910,794 | \$164,449,291 | \$636,024,003 | \$1,441,537,787 | \$13,692,817,499 | \$18,172,739,374 | Medical Vendor Payments |
| \$60,238,917 | \$11,781,441 | \$2,869,401 | \$9,557,250 | \$21,495,464 | \$105,942,473 | Office of the Secretary |
| \$16,652,483 | \$7,943,733 | \$3,000,000 | \$0 | \$0 | \$27,596,216 | South Central Louisiana Human Services Authority |
| \$11,143,605 | \$4,483,420 | \$773,844 | \$0 | \$0 | \$16,400,869 | Northeast Delta Human Services Authority |
| \$26,716,561 | \$33,732,440 | \$782,680 | \$3,508,434 | \$181,733 | \$64,921,848 | Office of Aging and Adult Services |
| \$2,453,234 | \$40,000 | \$0 | \$0 | \$0 | \$2,493,234 | Louisiana Emergency Response Network |
| \$14,658,889 | \$5,107,914 | \$1,536,196 | \$0 | \$1,000,000 | \$22,302,999 | Acadiana Area Human Services District |
| \$60,167,535 | \$87,213,926 | \$56,721,419 | \$18,000,320 | \$632,785,539 | \$854,888,739 | Office of Public Health |
| \$139,243,459 | \$140,585,475 | \$952,760 | \$5,713,461 | \$91,077,979 | \$377,573,134 | Office of Behavioral Health |
| \$42,697,714 | \$150,454,364 | \$3,987,634 | \$419,000 | \$7,816,547 | \$205,375,259 | Office for Citizens with Developmental Disabilities |
| \$1,548,858 | \$1,819,695 | \$0 | \$0 | \$0 | \$3,368,553 | Office on Women's Health and Community Health |
| \$8,788,854 | \$3,185,171 | \$1,300,000 | \$0 | \$125,000 | \$13,399,025 | Imperial Calcasieu Human Services Authority |
| \$10,296,243 | \$6,712,519 | \$1,000,000 | \$0 | \$0 | \$18,008,762 | Central Louisiana Human Services District |
| \$9,327,170 | \$6,247,244 | \$1,200,000 | \$0 | \$0 | \$16,774,414 | Northwest Louisiana Human Services District |
| \$2,879,188,302 | \$654,740,332 | \$724,609,576 | \$1,479,666,192 | \$14,945,289,058 | \$20,683,493,460 | Total |



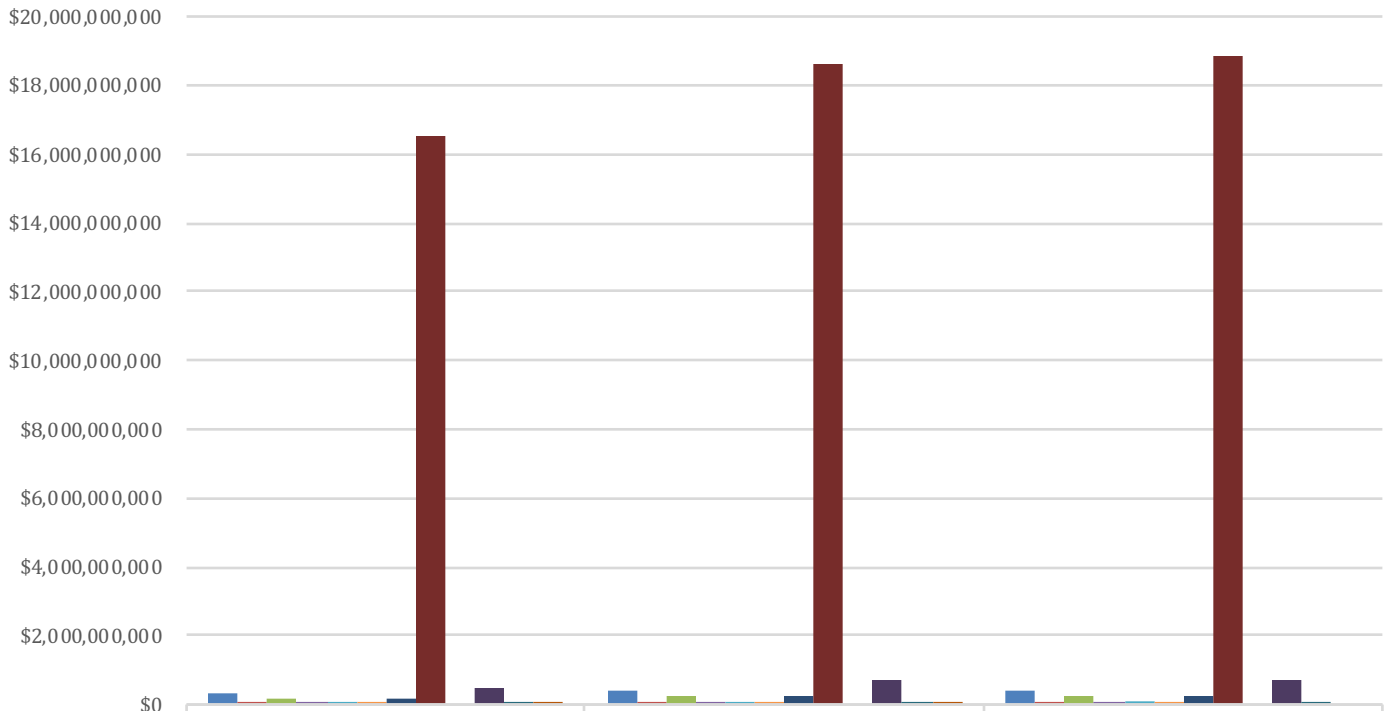
Louisiana Department of Health Categorical Expenditures – FY22, FY23 and FY24

Other Charges is consistently the largest major expenditure category for LDH. For FY24, it comprises 91.2 percent of LDH's total recommended expenditures.

Medical Vendor Payments' entire budget is expended under the major Other Charges category.

For the human services agencies, most of their expenditures are categorized as Other Charges due to the powers granted in statute to their respective boards to oversee the activities of these agencies in the best manner to meet the specific needs of the parishes in their service areas.

Personal Services comprises approximately 3.2 percent of the total expenditures for FY24.



| | FY22 Actual | FY23 EOB as of 12/1/22 | FY24 Recommended |
|---------------------------------------|------------------|------------------------|------------------|
| Personal Services | | | |
| Salaries | \$343,964,676 | \$386,267,463 | \$393,127,436 |
| Other Compensation | \$17,333,368 | \$19,929,239 | \$21,474,856 |
| Related Benefits | \$197,182,392 | \$228,158,014 | \$244,975,163 |
| Travel | \$2,351,748 | \$4,114,378 | \$4,124,378 |
| Operating Expenses | | | |
| Operating Services | \$59,048,242 | \$43,791,572 | \$93,315,621 |
| Supplies | \$32,438,532 | \$37,120,070 | \$36,980,158 |
| Professional Services | | | |
| Professional Services | \$197,473,709 | \$279,968,401 | \$278,940,909 |
| Other Charges | | | |
| Other Charges | \$16,550,127,415 | \$18,627,362,854 | \$18,870,801,152 |
| Debt Service | \$0 | \$0 | \$0 |
| Interagency Transfers | \$473,031,896 | \$710,233,140 | \$738,333,076 |
| Acquisitions and Major Repairs | | | |
| Acquisitions | \$8,210,940 | \$4,194,056 | \$1,420,711 |
| Major Repairs | \$249,464 | \$1,964,403 | \$0 |



Categorical Expenditures

Examples of Categories

Departments expend funding in the five major categories listed below.

Personal Services

- Salaries – Regular, overtime, and termination pay for Classified and Unclassified personnel.
- Other Compensation – Wages, student labor, compensation for board members and/or board of trustees, evening instruction, university instructors, etc.
- Related Benefits – Retirement contributions, post-retirement contributions/benefits, FICA tax, Medicare tax, group insurance contributions, compensated absences, other related benefits, taxable fringe benefits, etc.

Total Operating Expenses

- Travel – In-state and Out-of-state, including meal reimbursement.
- Operating Services – Advertising, printing, insurance, maintenance, rentals, data processing, internet costs, dues and subscriptions, mail delivery, telephones, data lines, vehicle tracking and telematics, utilities, depreciation, amortization, banking services, credit card fees, etc.
- Supplies – office supplies and equipment, computers, clothing and uniforms, medical, pharmaceutical, food, automotive, repair and maintenance, software, etc.

Professional Services – Accounting, auditing, management consulting, engineering, architectural, legal, medical and dental, veterinary, information technology, etc.

Total Other Charges

- Other Charges – Aid to school boards, local government, etc.; public assistance; miscellaneous charges; judgments, fines, and penalties; interest on judgments; punitive/compensatory damages; OC personal services, operating expenses, professional services; contract attorney expenses; recoupments; furlough; contractual services; interest expense; claim payments; commercial group insurance; reinsurance; loans issued; disbursements; etc.
- Debt Service – Principal, interest, related charges, reserve requirement, amortization, and bond premiums.
- Interagency Transfer Line-Item Expenditure – Any expenses paid for with Interagency Transfers – from commodities and services to equipment.

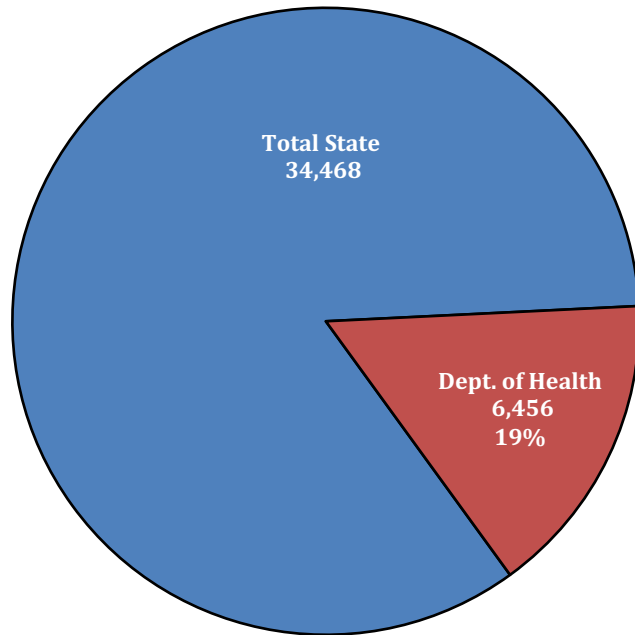
Acquisitions and Major Repairs

- Acquisitions – Land; buildings; automobiles; aircraft; accessories; equipment; software; hardware; farm and heavy equipment; boats; capital outlay expenditures; construction; etc.
- Major Repairs – Land improvement; buildings; automotive; grounds; boats; aircraft; movable equipment; farm equipment; medical; office; library; education; recreation; communication; other equipment; pollution remediation; etc.

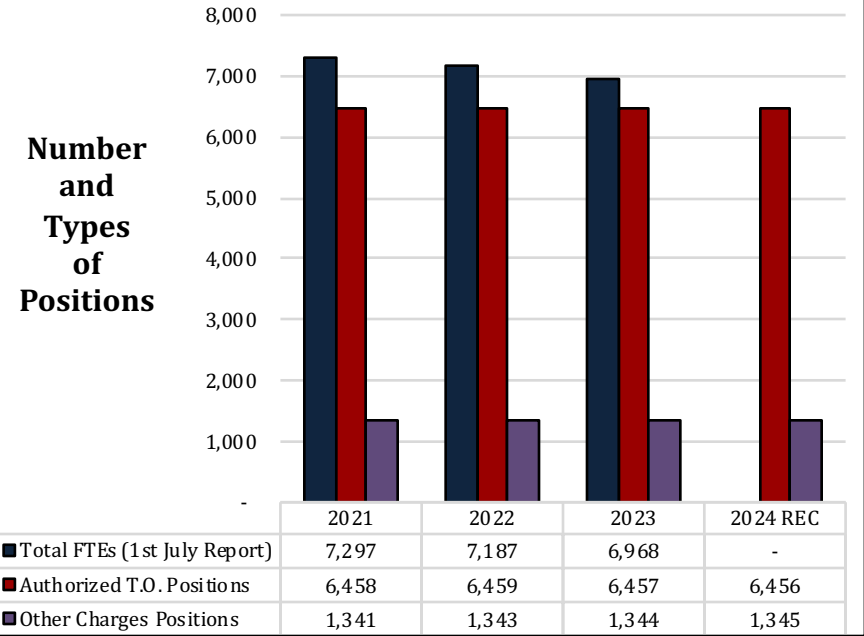


Louisiana Department of Health FTEs, Authorized T.O., and Other Charges Positions

**FY24 Recommended Department Employees
as a portion of
FY24 Recommended Total State Employees**



Number of funded, but not filled, positions
as of February 27, 2023 = 757



The full-time equivalent or **FTE** definition refers to the number of hours considered full-time. For example, if an agency considers 40 hours full time, and there are two employees working 20 hours per week, those two employees would be 1.0 FTE.

Authorized Positions are those referred to in the Table of Organization (or T.O.) for each department. This count includes only those positions paid for from the Salaries expenditure category for the organization units and agencies include in each department's appropriation. This excludes positions paid for from other expenditure categories, such as wages or per diem.

Other Charges positions are authorized under R.S. 39:2(5)(b) ...

(5)(b) "Authorized other charges positions" means the number of positions in an appropriation bill to be funded by the other charges continuing category of the accounting system for the state. The number may be adjusted during a fiscal year in accordance with law.

- [Act 377 of 2013 by Rep. Burrell]
- Positions coded in the Other Charges expenditure category
- These positions are usually associated with federal grants



Louisiana Department of Health Related Employment Information

Salaries and Related Benefits for the 6,456 Authorized Positions are listed below in Chart 1.
In Chart 2, benefits are broken out to show the portion paid for active versus retired employees.
This is where payments for the Unfunded Accrued Liability (UAL) can be found.

1.

| Personal Services | 2021 Actual | 2022 Actual | 2023 EOB | 2024 Recommended |
|--------------------------------|----------------------|----------------------|----------------------|----------------------|
| Salaries | \$351,227,492 | \$343,964,676 | \$386,267,463 | \$393,127,436 |
| Other Compensation | \$17,468,849 | \$17,333,368 | \$19,929,239 | \$21,474,856 |
| Related Benefits | \$204,648,739 | \$197,182,392 | \$228,158,014 | \$244,975,163 |
| Total Personal Services | \$573,345,080 | \$558,480,436 | \$634,354,716 | \$659,577,455 |

Average T.O. Salary in the
FY24 Recommended Budget = \$60,893

Examples of Other Compensation include pay for WAE employees, part-time employees, student workers, etc.

2.

| Related Benefits FY24 Recommended | Total Funding | % |
|-----------------------------------|--------------------|-------------|
| Total Related Benefits | \$293,015,138 | |
| UAL payments | \$156,533,033 | 53% |
| Retiree Health Benefits | \$55,163,797 | |
| Remaining Benefits* | \$81,318,308 | |
| Means of Finance | General Fund = 44% | Other = 56% |

| Department Demographics | Total | % |
|---|-------|------|
| Gender | | |
| Female | 4,634 | 79 |
| Male | 1,244 | 21 |
| Race/Ethnicity | | |
| White | 2,273 | 38.7 |
| Black | 3,407 | 58 |
| Asian | 79 | 1.3 |
| Indian | 23 | 0.4 |
| Hawaiian/Pacific | 3 | 0.1 |
| Declined to State | 93 | 1.6 |
| Currently in DROP or Eligible to Retire | 434 | 7.4 |

* Remaining Benefits include employer contribution to authorized positions' retirement, health, Medicare, FICA, Emoluments, etc. The authorized positions include authorized T.O. positions and authorized other charges positions, both filled and vacant.

Other Charges Benefits
\$48,039,975

The demographic data is as of January 31, 2023.



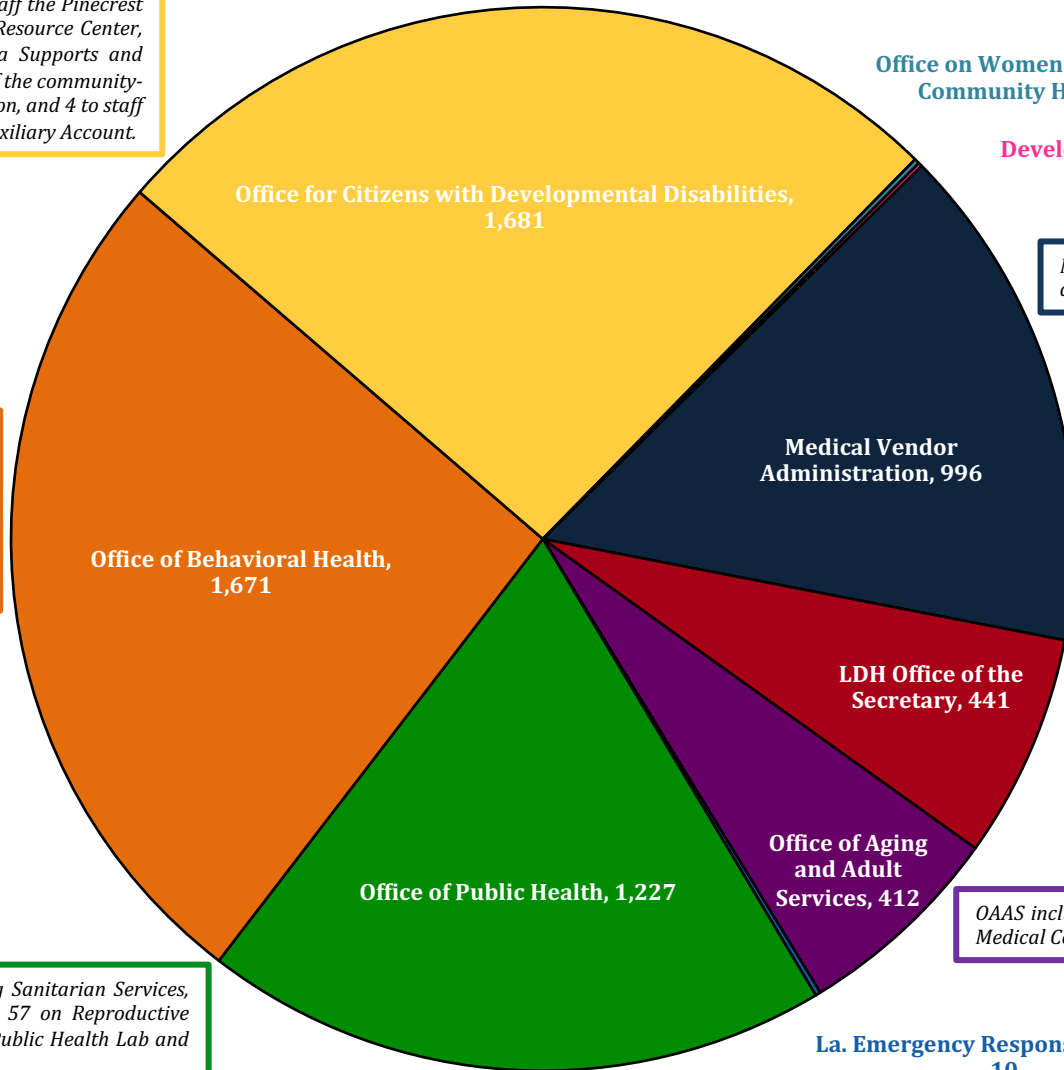
Louisiana Department of Health FY24 Recommended Authorized Positions by Agency

Authorized Positions recommended for FY24 total 6,456.

OCDD includes 1,336 positions to staff the Pinecrest Supports and Services Center and Resource Center, 197 to staff the Central Louisiana Supports and Services Center, 53 positions to staff the community-based program, 91 for administration, and 4 to staff the activities associated with the Auxiliary Account.

OBH includes 1,567 positions for the operation of the state's mental health hospitals: Central La. State Hospital and Eastern La. Mental Health System, which includes both civil and forensic mental health services.

OPH includes 230 positions providing Sanitarian Services, 83 administering the WIC program, 57 on Reproductive Health, 90 in Engineering, 95 in the Public Health Lab and 47 in Vital Records.



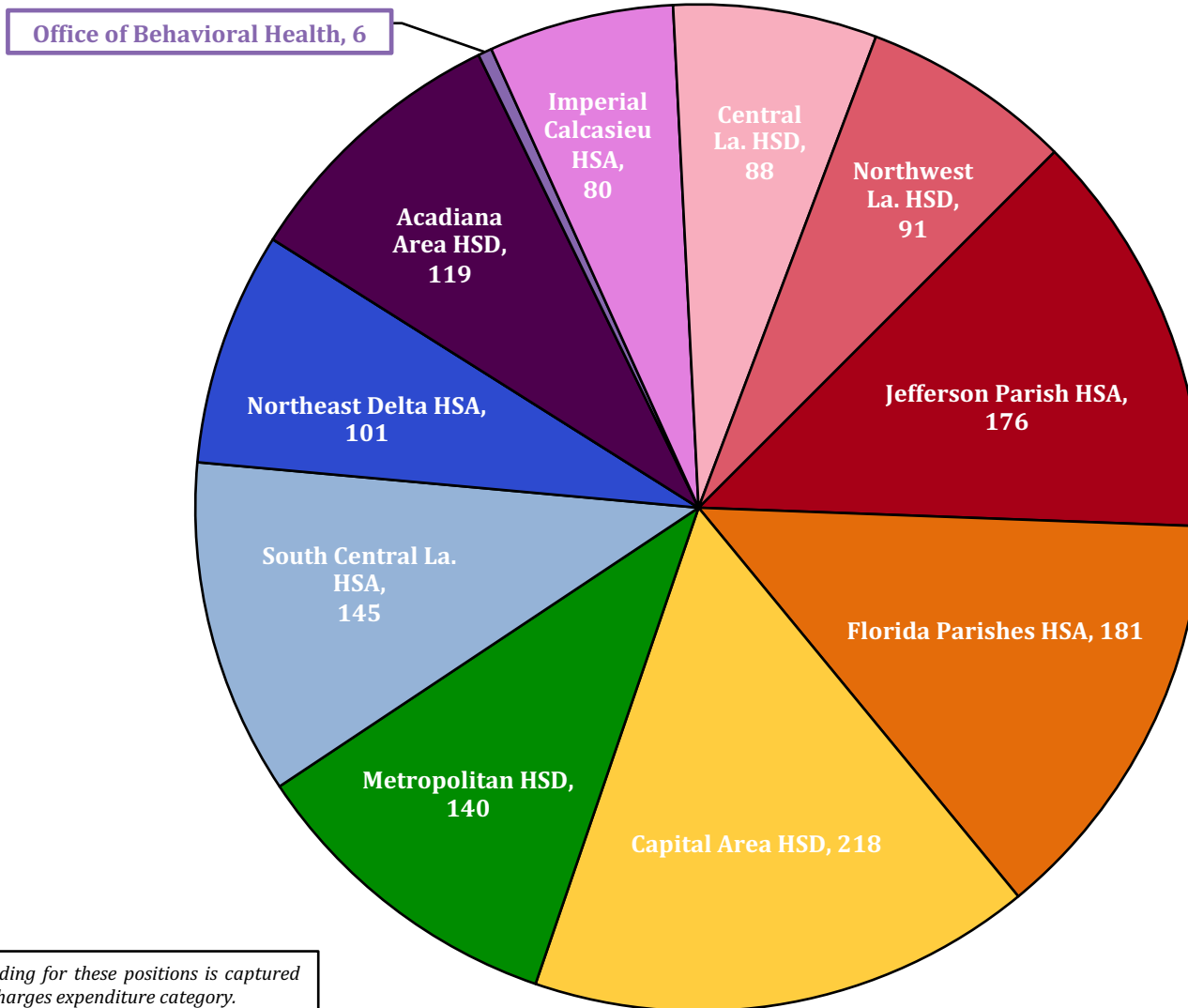
MVA includes 727 positions working directly on eligibility determinations.

OAAS includes 216 positions to staff Villa Feliciana Medical Complex.



Louisiana Department of Health FY24 Recommended Other Charges Positions by Agency

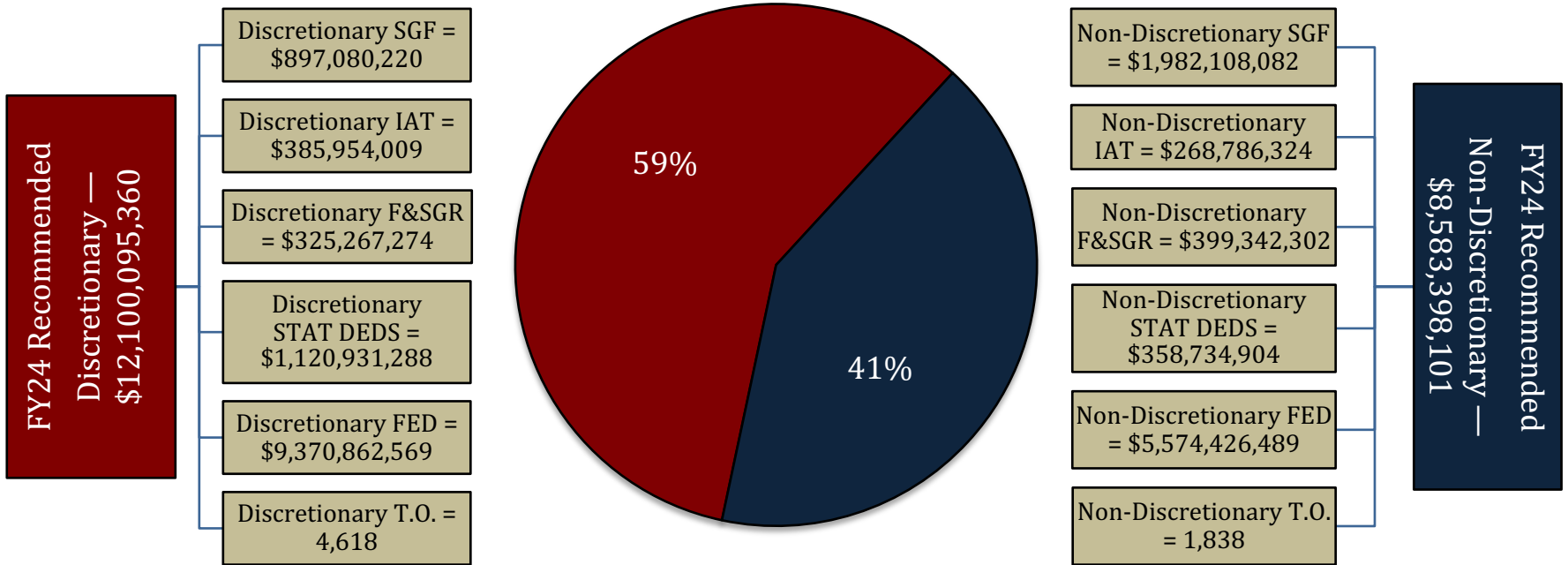
Authorized Other Charges Positions recommended for FY24 total 1,345.



Note: The funding for these positions is captured in the Other Charges expenditure category.



Louisiana Department of Health FY24 Discretionary/Non-Discretionary Comparison





Louisiana Department of Health

FY24 Discretionary/Non-Discretionary Comparison

| Total Discretionary Funding by Agency | | |
|--|--------------------------|---------------|
| Jefferson Parish Human Services Authority | \$ 15,740,053 | 0.13% |
| Florida Parishes Human Services Authority | \$ 22,150,999 | 0.18% |
| Capital Area Human Services District | \$ 25,575,727 | 0.21% |
| Developmental Disabilities Council | \$ 2,098,910 | 0.02% |
| Metropolitan Human Services District | \$ 27,859,047 | 0.23% |
| Medical Vendor Administration | \$ 443,935,941 | 3.67% |
| Medical Vendor Payments | \$ 10,228,450,581 | 84.53% |
| Office of the Secretary | \$ 79,486,993 | 0.66% |
| South Central Louisiana Human Services Authority | \$ 23,514,421 | 0.19% |
| Northeast Delta Human Services Authority | \$ 14,060,243 | 0.12% |
| Office of Aging and Adult Services | \$ 38,403,384 | 0.32% |
| Louisiana Emergency Response Network | \$ 2,211,685 | 0.02% |
| Acadiana Area Human Services Authority | \$ 19,201,164 | 0.16% |
| Office of Public Health | \$ 786,369,592 | 6.50% |
| Office of Behavioral Health | \$ 160,285,474 | 1.32% |
| Office of Citizens w/ Developmental Disabilities | \$ 165,518,158 | 1.37% |
| Office on Women's Health and Community Health | \$ 3,368,553 | 0.03% |
| Imperial Calcasieu Human Services Authority | \$ 11,332,755 | 0.09% |
| Central Louisiana Human Services District | \$ 15,927,136 | 0.13% |
| Northwest Louisiana Human Services District | \$ 14,604,544 | 0.12% |
| Total Discretionary | \$ 12,100,095,360 | 100% |

| Total Non-Discretionary Funding by Type | | |
|---|-------------------------|-------------|
| Constitutional Obligation | \$ 156,533,033 | 1.82% |
| Due to a Court Order | \$ 7,764,786 | 0.09% |
| Avoidance of a Court Order | \$ 1,480,403,237 | 17.25% |
| Debt Service | \$ 13,907,284 | 0.16% |
| Federal Mandate | \$ 6,831,327,807 | 79.59% |
| Statutory Obligations | \$ 34,758,915 | 0.40% |
| Unavoidable Obligations | \$ 58,703,039 | 0.68% |
| Total Non-Discretionary | \$ 8,583,398,101 | 100% |

Constitutional Obligation = State Retirement Systems Unfunded Accrued Liability (UAL)

Due to a Court Order = JM, Jr. vs Fisher Court Order; Federal Court Order to transition/divert persons with Serious Mental Illness (SMI) from nursing home placement

Avoidance of a Court Order = Provision of Certain Medicaid Services pursuant to Various Settlement Agreements; Forensic Mental Health Services; Provision of Certain Mental Health Services pursuant to the Cooper/Jackson Settlement Agreement and Most Integrated Setting for Services Requirement; and the Settlement with the USDA requiring improvement in WIC's Vendor Integrity Unit

Debt Service = Rent in State-owned Buildings

Federal Mandate = Federal Medicaid Requirements; Federal Hurricane Funding; and Safe Drinking Water Act Activities

Statutory Obligations = Optional State Supplemental Payments per Senate Concurrent Resolution No. 133 of 1980; Rural Health Clinic Cost Reports pursuant to the Rural Hospital Preservation Act; Adult Dental per the "Right to Bite" Statute (R.S. 46:157); the TEFRA Eligibility Expansion pursuant to Act 421 of the 2019 Regular Legislative Session; and Early Step Therapies per Act 417 of the 2013 Regular Session

Unavoidable Obligations = Retirees Group Insurance; Maintenance in State-owned Buildings; and Legislative Auditor Fees

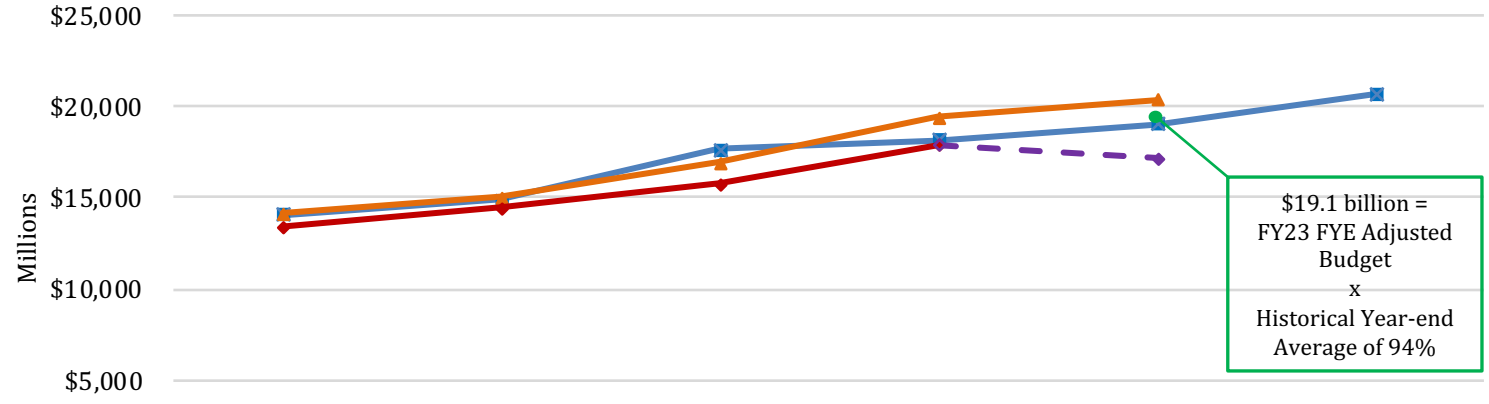


Louisiana Department of Health Enacted & Fiscal Year-End Budgets vs. Actual Expenditures

The Fiscal Year End (FYE) Budget includes all BA-7s approved either "in-house" by the DOA or by JLCB through June 30 of the fiscal year. For FY23, it is as of the end of February.

Reversions of
FY22 Revenues

State General
Fund (Direct) -
\$771,193



| | FY19 | FY20 | FY21 | FY22 | FY23 | FY24 Recommended |
|------------------------|------------------|------------------|------------------|------------------|------------------|---------------------|
| Enacted Budget | \$14,039,089,605 | \$14,869,530,673 | \$17,678,852,267 | \$18,158,482,081 | \$19,056,906,229 | \$20,683,493,460 |
| FYE Budget | \$14,163,520,013 | \$15,060,434,129 | \$16,937,658,956 | \$19,418,740,881 | \$20,350,103,950 | |
| Actual Expenditures | \$13,422,043,565 | \$14,420,848,407 | \$15,790,524,865 | \$17,881,412,384 | | |
| FY23 Expenditure Trend | | | | \$17,881,412,384 | \$17,185,617,501 | |

| Monthly Budget Activity | | | | |
|-------------------------|----------------------|-----------------------------|----------------------------|--------------------------|
| | FY23 Adjusted Budget | FY23 Aggregate Expenditures | Remaining Budget Authority | Percent Expended To Date |
| Jul-22 | \$ 19,056,906,229 | \$ 1,221,208,785 | \$ 17,835,697,444 | 6.4% |
| Aug-22 | \$ 19,300,188,232 | \$ 2,434,683,296 | \$ 16,865,504,936 | 12.6% |
| Sep-22 | \$ 20,343,103,590 | \$ 3,670,216,593 | \$ 16,672,886,997 | 18.0% |
| Oct-22 | \$ 20,343,103,590 | \$ 5,456,355,874 | \$ 14,886,747,716 | 26.8% |
| Nov-22 | \$ 20,343,103,590 | \$ 6,843,973,856 | \$ 13,499,129,734 | 33.6% |
| Dec-22 | \$ 20,343,103,590 | \$ 9,009,363,171 | \$ 11,333,740,419 | 44.3% |
| Jan-23 | \$ 20,350,103,590 | \$ 10,253,143,825 | \$ 10,096,959,765 | 50.4% |

| Monthly Budget Activity | | | | |
|--|----------------------|-----------------------------|----------------------------|--------------------------|
| | FY23 Adjusted Budget | FY23 Aggregate Expenditures | Remaining Budget Authority | Percent Expended To Date |
| Feb-23 | \$ 20,350,103,590 | \$ 11,457,078,334 | \$ 8,893,025,256 | 56.3% |
| <i>(Trend based on average monthly expenditures to date)</i> | | | | |
| Mar-22 | \$ 20,350,103,590 | \$ 12,889,213,126 | \$ 7,460,890,464 | 63.3% |
| Apr-22 | \$ 20,350,103,590 | \$ 14,321,347,918 | \$ 6,028,755,672 | 70.4% |
| May-22 | \$ 20,350,103,590 | \$ 15,753,482,709 | \$ 4,596,620,881 | 77.4% |
| Jun-22 | \$ 20,350,103,590 | \$ 17,185,617,501 | \$ 3,164,486,089 | 84.4% |
| <i>Historical Year-end Average</i> | | | | 94.0% |



Human Services Authorities and Districts



The human services authorities and districts are special entities created by the legislature to, under the direction of their governance boards, be responsible for the operation and management of behavioral health (mental health and addictive disorders) community-based services and developmental disabilities community-based services in specific parishes. Some of these agencies have expanded their services offerings to also include primary care clinics (JPHSA and SCLHSA) and Nurse Home Visitation Services (CAHSD).

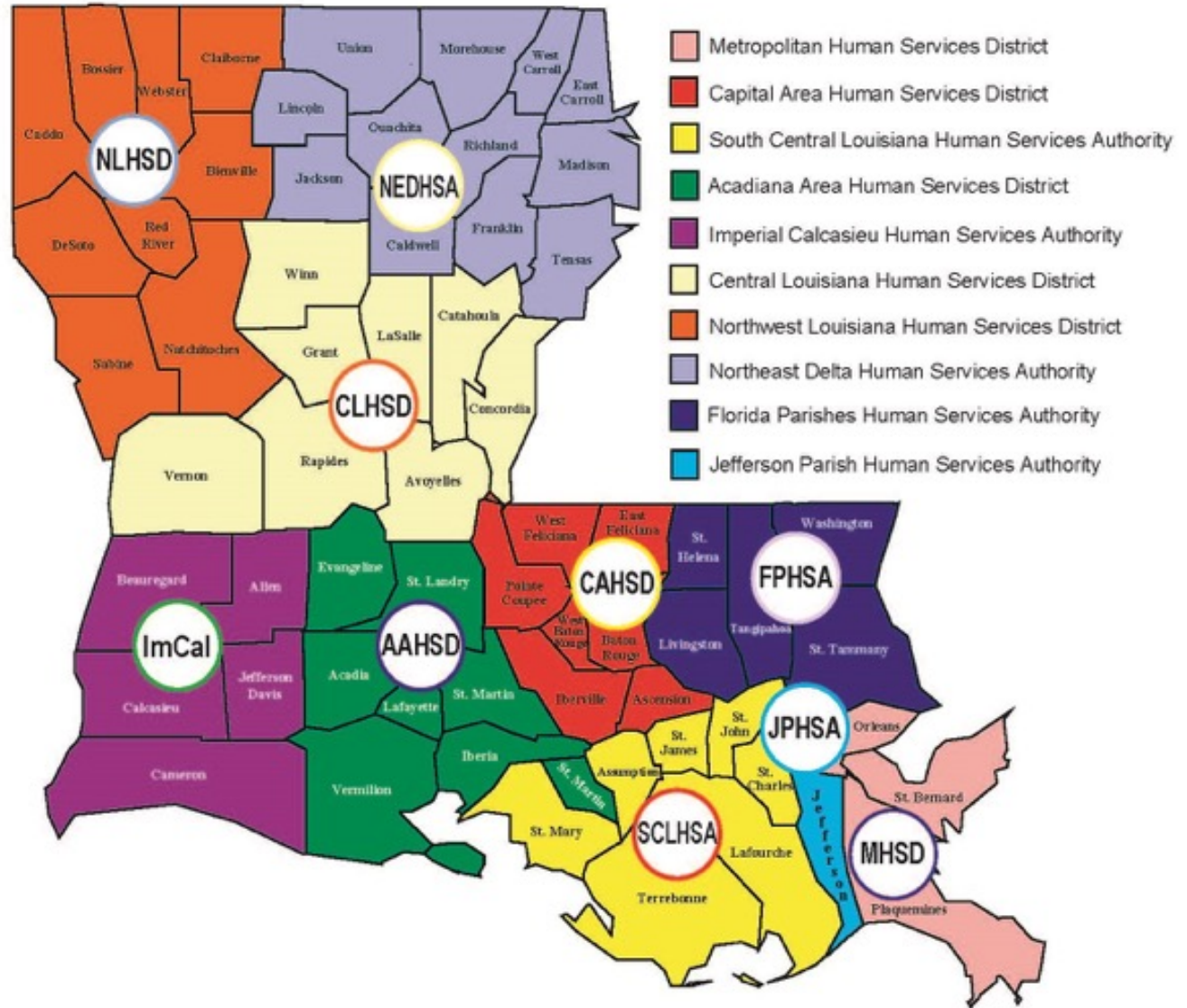


LDH maintains memorandums of understanding with the various human services authorities and districts for services provided by these agencies to ensure that all services are integrated within a statewide system of care.



Human Services Authorities and Districts

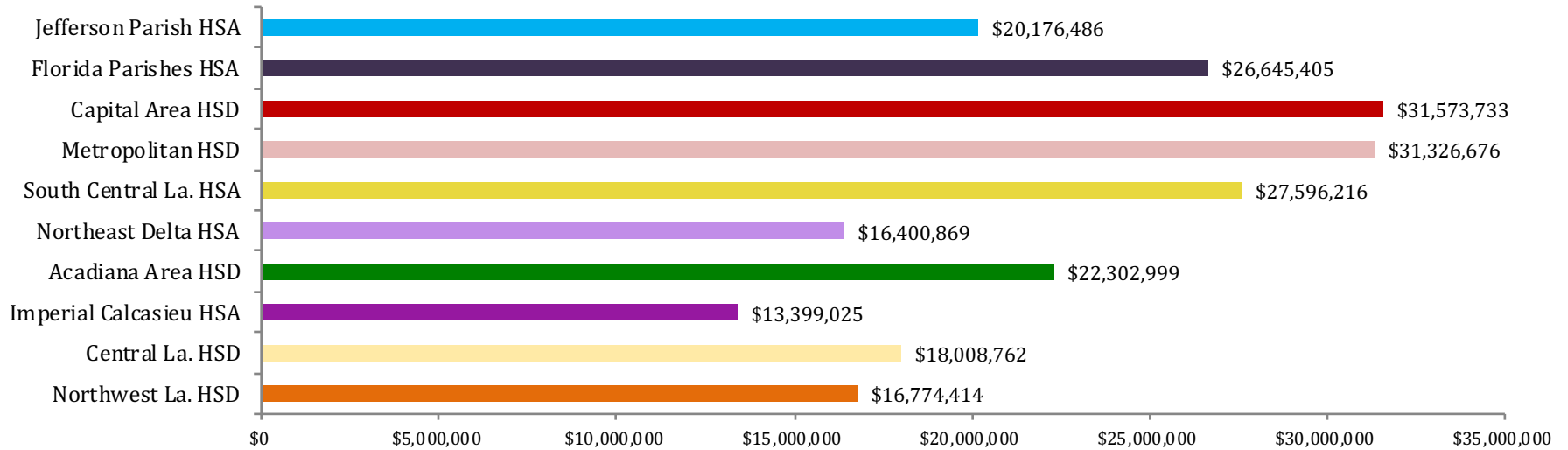
The state is divided regionally into ten authorities/ districts. The Jefferson Parish Human Services Authority (JPHSA) was the first of the ten special entities created by the legislature and remains the only one serving only one parish.



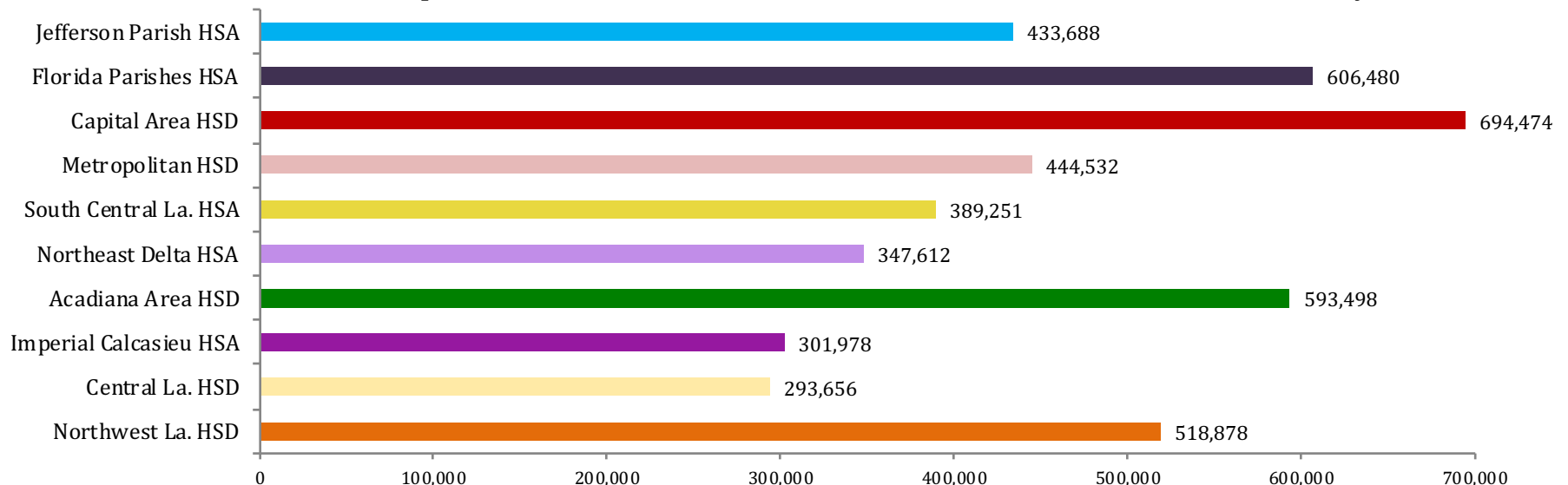


Human Services Authorities and Districts FY24 Recommended Budget and Catchment Area Population Estimates

The FY24 Recommended Budget includes a total of \$224,204,585 for the 10 Human Services Authorities and Districts.



U. S. Census Bureau's 2021 Population Estimate of the Catchment Area of Each Human Services Authority or District

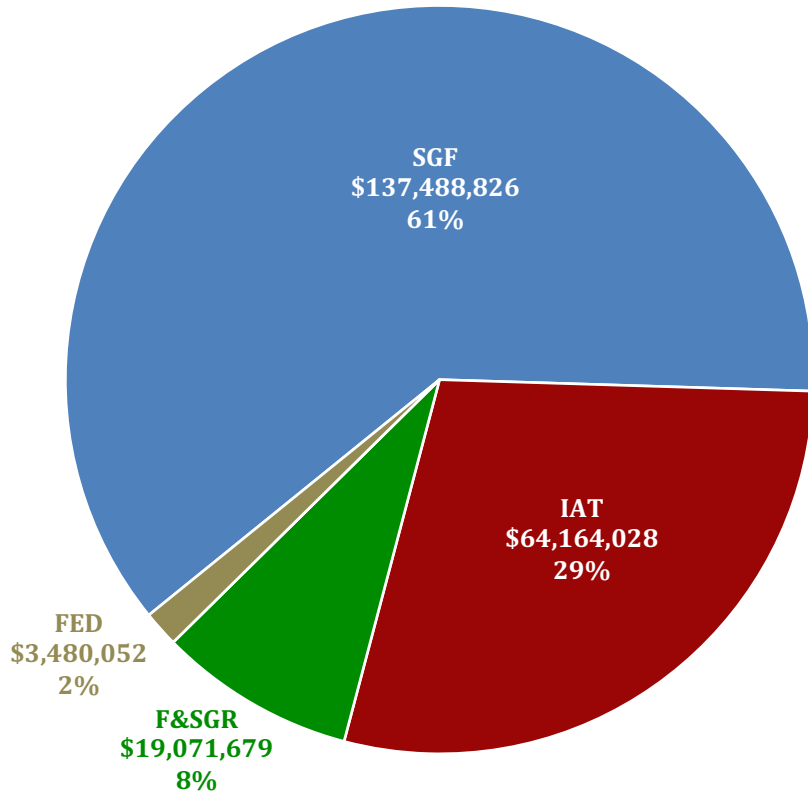




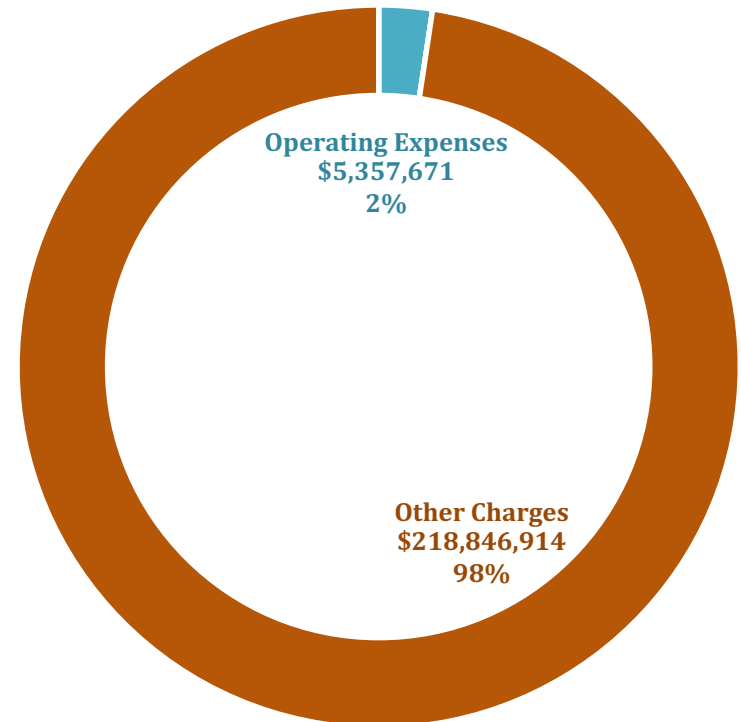
Human Services Authorities and Districts FY24 Recommended Budget

FY24 Total Recommended Budget = \$224,204,585 and 1,339 authorized Other Charges positions

FY24 Recommended Means of Financing



**FY24 Recommended Expenditures
by Major Expenditure Categories**





Human Services Authorities and Districts FY24 Recommended Budget

Summary of FY24 Recommended Adjustments

The FY24 Recommended Budget for the HSAs and HSDs is \$3.9 million less than their FY23 Existing Operating Budget totaling \$228.1 million and authorized Other Charges positions are recommended to grow by one position for FY24.

The Statewide Standard Adjustments reduce \$6.2 million across the ten HSAs and HSDs and four Other Charges positions from Metropolitan HSD.

Provides \$87,500 to Florida Parishes HSA for the lease for the Bogalusa Behavioral Health Clinic due to the exhaustion of insurance proceeds that are currently financing these lease payments.

Adds federal funding for Metropolitan HSD and Acadiana Area HSD to each receive a \$1 million federal Substance Abuse and Mental Health Services Administration (SAMHSA) grant to operate a Certified Community Behavioral Health Clinic (CCBHC). CCBHCs must offer services specifically designed to ensure access to coordinated comprehensive behavioral health care services and provide care coordination that helps people navigate between their behavioral health care, physical health care, social services, and any other service systems in which they are involved.

Adds three Other Charges positions to Imperial Calcasieu HSA. Two positions will be direct care social worker positions to meet a growing demand for behavioral health services in the area and one position will be for oversight of the mobile outreach and response unit to ensure the most efficient use of the mobile clinic. The funding for these positions will come from the existing budget.

Adds two Other Charges positions to NW Louisiana HSD. One position will be a counselor position to provide direct care services at the Minden Behavioral Health Clinic and one position will be in billing for claims and denial management. The funding for these positions will come from the existing budget.



Developmental Disabilities Council



Louisiana Developmental Disabilities Council

The **Developmental Disabilities Council** is a 28-member, gubernatorially-appointed board responsible for the implementation of the federal Developmental Disabilities Assistance and Bill of Rights Act in Louisiana.

The focus of the **Council** is to facilitate change in Louisiana's system of supports and services to individuals with disabilities and their families in order to enhance and improve their quality of life.

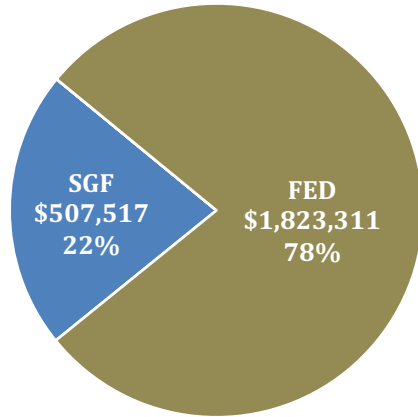
The **Council** also provides information, referrals and support to parents of children with disabilities through contracts with the regional Families Helping Families Centers.



Developmental Disabilities Council FY24 Recommended Budget

Total FY24 Recommended Budget = \$2,330,828 and 8 authorized positions

FY24 Recommended Means of Financing



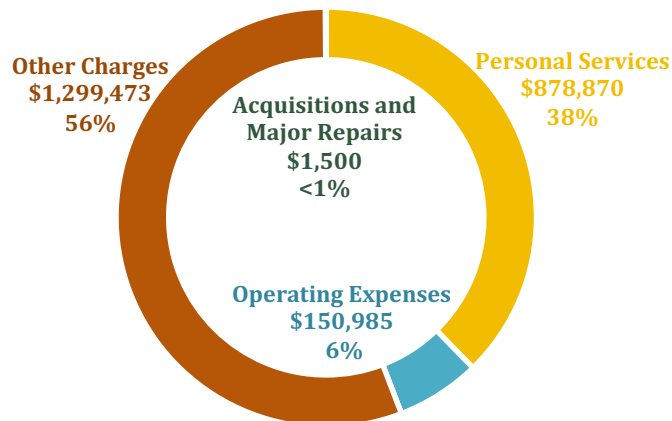
Summary of FY24 Recommended Adjustments

The DD Council's FY24 Recommended Budget is \$494,056 less than the agency's FY23 Existing Operating Budget totaling \$2.8 million. There is no recommended change in positions.

The Statewide Standard Adjustments reduce the budget by a total of \$504,418.

Increases federal funding by \$10,362 to balance the FY24 Budget to available federal grant monies.

FY24 Recommended Expenditures by Major Expenditure Categories





Office of the Secretary



OFFICE OF THE SECRETARY

The **Office of the Secretary** houses LDH's executive administration and provides general, legal and financial management, supervision and support services for the department.

The **Office of the Secretary** also houses the Internal Audit Section, Health Standards Section and Governor's Council on Physical Fitness and Sports.

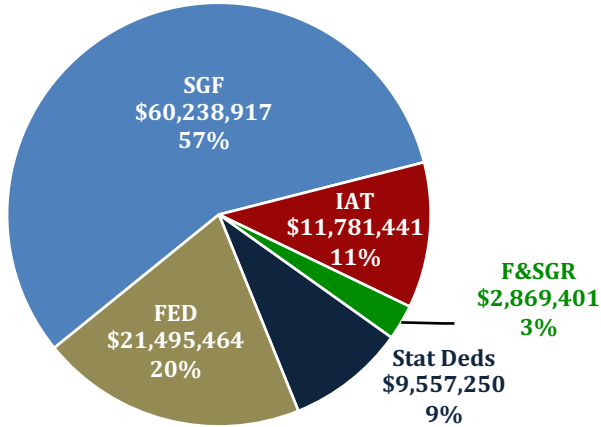
Finally, the **Office of the Secretary** is responsible for coordination of the department's statewide programs and initiatives.



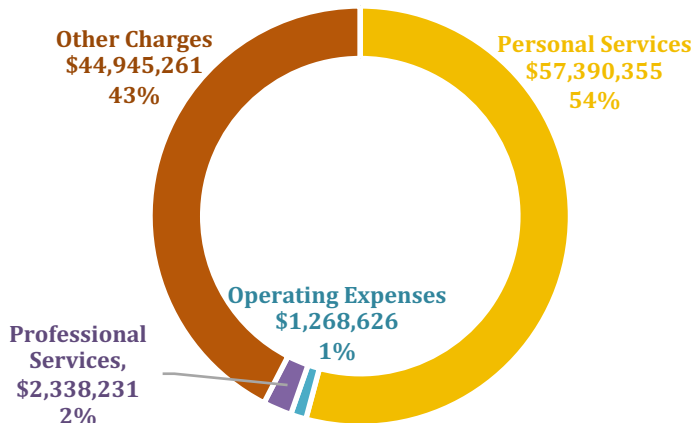
Office of the Secretary FY24 Recommended Budget

Total FY24 Recommended Budget = \$105,942,473 and 441 authorized positions

FY24 Recommended Means of Financing



**FY24 Recommended Expenditures
by Major Expenditure Categories**



Summary of FY24 Recommended Adjustments

The Office of the Secretary's FY24 Recommended Budget is \$3.1 million and 7 positions more than the agency's FY23 Existing Operating Budget totaling \$102.9 million.

Statewide Standard Adjustments total \$2.6 million.

Receives three positions and the associated funding totaling \$171,444 transferred from Medical Vendor Administration.

Receives one position transferred from the Office of Public Health (OPH). The funding for this position falls under an existing Interagency Transfer Agreement with OPH for legal services.

Receives three positions transferred from the Office of Behavioral Health. These positions are funded within the existing budget.

Provides \$250,000 for mobile cancer screenings.



Office of Aging and Adult Services



OFFICE OF AGING AND ADULT SERVICES

The **Office of Aging and Adult Services** oversees access to long-term care services and supports programs for the elderly and individuals with adult-onset disabilities.

- The Traumatic Head and Spinal Cord Injury Trust Fund program provides flexible, individualized services to assist those that survive traumatic head or spinal cord injuries return to independent living in their communities. This program is serving 539 individuals as of March 2023.
- The Long-Term – Personal Care Services program provides help with activities of daily living in the person’s home and community. Currently, 11,539 individuals receive these services.
- The Program for All-Inclusive Care for the Elderly (PACE) coordinates and provides all necessary preventive, primary, acute and long-term care services for older individuals desiring to continue living in the community. Currently, 418 elderly individuals are served by this program.
- There are two Medicaid home-and-community-based services (HCBS) waiver programs serving these populations:
 - Adult Day Health Care Waiver (ADHCW) with 459 filled slots and
 - Community Choices Waiver (CCW) with 6,544 filled slots.

There were 7,270 individuals on the registry for these programs as of February 28, 2023. Of this 7,270, 2,097 CCW applicants are waiting without any HCBS services. In addition, 1,472 individuals are on the list for ADHCW services in an area that does not yet have an ADHC center. These individuals do receive another service.

OAS also provides protective services for vulnerable adults.

Finally, **OAS** operates the Villa Feliciana Medical Complex, which is comprised of 160 staffed beds and provides long-term care and rehabilitative services to medically complex residents.



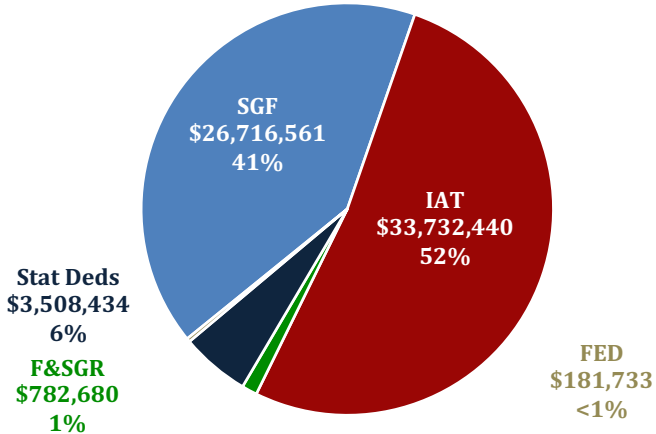
Source: LDH Website



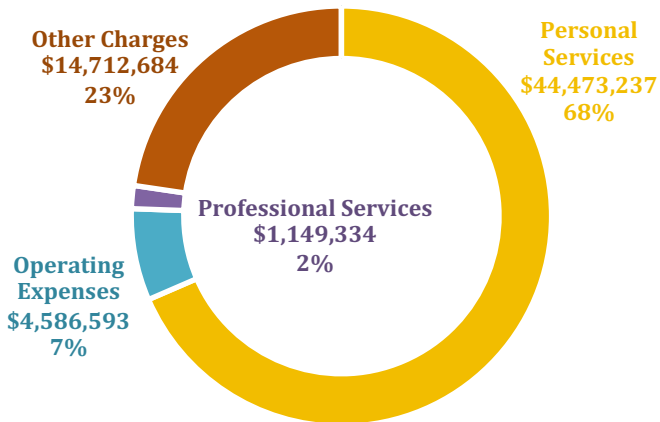
Office of Aging and Adult Services FY24 Recommended Budget

Total FY24 Recommended Budget = \$64,921,848 and 412 authorized positions

FY24 Recommended Means of Financing



FY24 Recommended Expenditures by Major Expenditure Categories



Summary of

FY24 Recommended Adjustments

OAAS's FY24 Recommended Budget is \$1.5 million more than the agency's FY23 Existing Operating Budget totaling \$63.4 million. There is no recommended change in positions.

Statewide Standard Adjustments total \$1 million.

Replaces \$619,560 of Traumatic Head and Spinal Injury Trust Fund proceeds with State General Fund to balance to projected revenue collections to be deposited into the Fund in FY24.

Provides \$450,000 for nursing services contracts at Villa Feliciana Medical Complex.



Office of Behavioral Health



OFFICE OF BEHAVIORAL HEALTH

The **Office of the Behavioral Health (OBH)** is responsible for the prevention and treatment of mental health and substance use disorders and serves as the safety-net provider of behavioral health services in the state. **OBH** operates the Central Louisiana State Hospital (CLSH) in Pineville and Eastern Louisiana Mental Health System (ELMHS) in Jackson.



Source: LDH Website

CLSH has a total of 120 civil beds. The hospital's primary focus is to provide intermediate inpatient psychiatric care to Louisiana residents in need of service.



Source: LDH Website

ELMHS is comprised of the East Louisiana State Hospital and Feliciana Forensic Facility. These facilities provide a total of 330 civil and 363 forensic beds.

ELMHS also has a total of 187 affiliated beds for community placement.

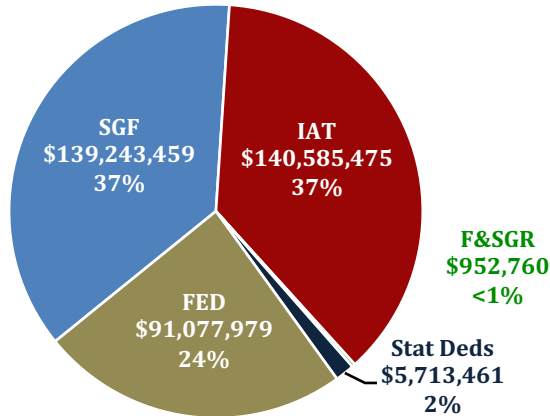
ELMHS has the state's only freestanding psychiatric facility that includes a section solely dedicated to the provision of inpatient psychiatric treatment to forensic clients that are either deemed Not Guilty by Reason of Insanity or ordered to receive hospital-based competency restoration services.



Office of Behavioral Health FY24 Recommended Budget

**Total FY24 Recommended Budget = \$377,573,134
and 1,671 authorized positions and 6 authorized Other Charges positions**

FY24 Recommended Means of Financing



Summary of FY24 Recommended Adjustments

OBH's FY24 Recommended Budget is \$24.5 million more than the office's FY23 Existing Operating Budget totaling \$353.1 million and authorized positions are recommended to decline by three.

The Statewide Standard Adjustments reduce the budget by \$495,546.

Reduces the appropriation out of the Tobacco Tax Health Care Fund by \$289,243 to balance to the most recent REC Forecast.

Transfers three positions to the Office of the Secretary and eliminates \$191,163 in associated funding.

Transfers one position from the Hospital-based Program to the Community Oversight Program and eliminates \$9,713 in associated funding.

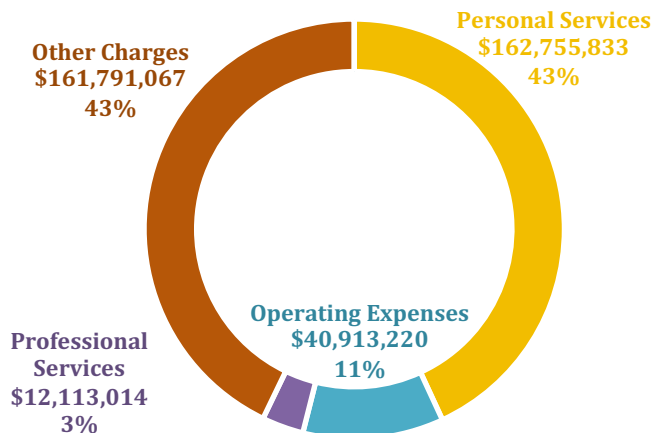
Provides \$20.8 million for increases in the contracts for RNs, LPNs, and CNAs to meet level of care standards.

Provides \$3.7 million for increases in the contracts for psychiatrists and psychologists to comply with the Cooper/Jackson Settlement.

Provides \$681,503 for increases in various contracts for group homes.

Provides \$315,589 for peers in-reach specialists to ensure that individuals may receive services in the most integrated settings.

FY24 Recommended Expenditures by Major Expenditure Categories





Office for Citizens with Developmental Disabilities



OFFICE FOR CITIZENS WITH DEVELOPMENTAL DISABILITIES

The **Office for Citizens with Developmental Disabilities** (OCDD), working in conjunction with the Human Services Authorities and Districts, manages the delivery of individualized community-based supports and services for individuals with developmental disabilities, including the Medicaid home-and-community-based waiver programs serving these individuals.

As individuals seek waiver services, they are matched to the most appropriate waiver slot based on their care needs as well as the urgency of their need of services rather than applying for a specific waiver program. This tiered waiver system has allowed the department to clear the former waiting list for such services. Approximately 13,807 individuals receive services via the waivers.

OCDD is responsible for the EarlySteps program, which is Louisiana's early intervention system for children from birth to three years of age with disabilities and/or developmental delays serving approximately 5,945 babies and toddlers per year.

OCDD also administers the activities associated with the Money Follows the Person Rebalancing Demonstration Grant, which aids individuals before, during and after their transition from an institutional setting into the community.

OCDD has a resource center that works to increase community capacity and provide technical assistance and consultation to persons with intellectual and/or developmental disabilities and complex behavioral, nursing, and allied health needs.



Source: LDH Website

Finally, **OCDD** operates the Pinecrest Supports and Services Center in Pineville and Central Louisiana Supports and Services Center (formerly the Louisiana Special Education Center) in Alexandria. The Pinecrest Supports and Services Center has 425 licensed beds and serves 422 individuals. The Central Louisiana Supports and Services Center has 90 licensed beds and has 86 students enrolled.



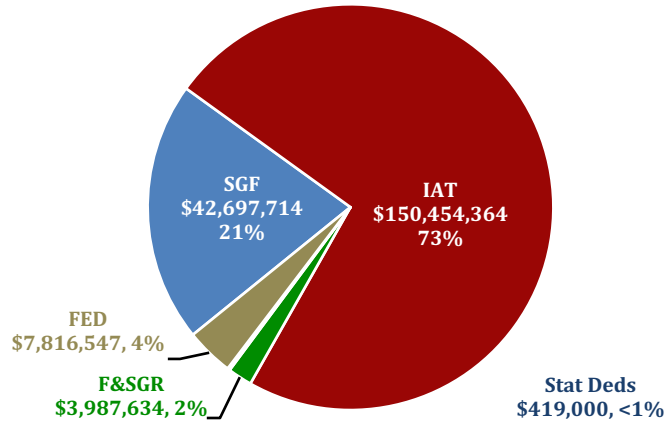
Source: LDH



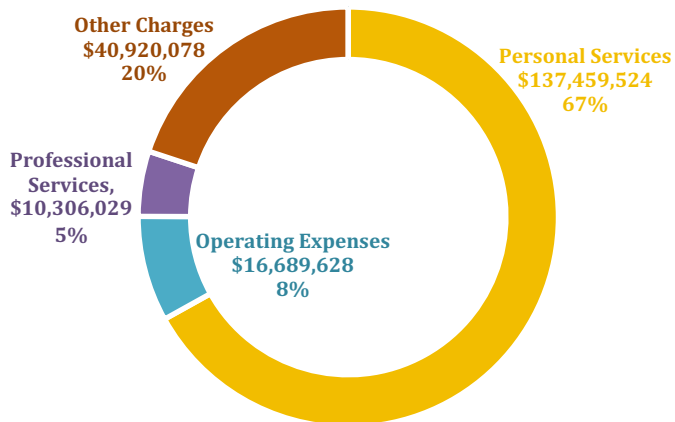
Office for Citizens with Developmental Disabilities FY24 Recommended Budget

Total FY24 Recommended Budget = \$205,375,259 and 1,681 authorized positions

FY24 Recommended Means of Financing



FY24 Recommended Expenditures by Major Expenditure Categories



Summary of FY24 Recommended Adjustments

OCDD's FY24 Recommended Budget is \$72,678 less than the office's FY23 Existing Operating Budget totaling \$205.4 million and authorized positions are recommended to decline by one.

Statewide Standard Adjustments reduce \$1.6 million and one position.

Reduces two positions and \$93,494 in associated funding from the Pinecrest Supports and Services Center and transfers one position to the Administration and General Support Program and one to the Community-Based Program to convert two job appointments to permanent authorized positions.

Provides \$692,983 in federal American Rescue Plan Act (ARPA) funding for the EarlySteps program out of the APRA allocation for Part C of the Individuals with Disabilities Education Act.

Provides \$944,658 for increases in claims payments due to growing utilization of services and to the regional System Point-of-Entry contracts under the EarlySteps program.



Office of Public Health



OFFICE OF PUBLIC HEALTH

The **Office of Public Health** (OPH) is responsible for protecting and promoting the health and well-being of Louisiana's residents and communities.

Specifically, **OPH** provides the following services:

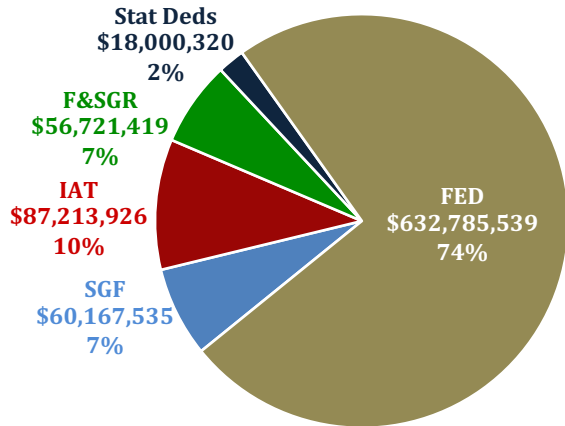
- health education services;
- operates the Louisiana's Women, Infants and Children (WIC) program;
- performs infectious disease and food-and-water-borne illness response and surveillance activities;
- oversees and enforces the Sanitary Code for retail food, public buildings and safe drinking water;
- emergency preparedness and response services;
- maintains vital records for the state and its residents; and,
- serves as a safety net provider of preventative health care services for uninsured, underinsured and covered individuals and families.



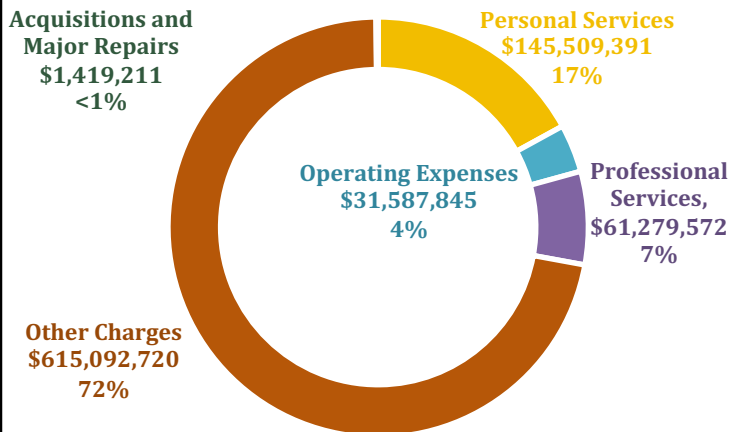
Office of Public Health FY24 Recommended Budget

Total FY24 Recommended Budget = \$854,888,739 and 1,227 authorized positions

FY24 Recommended Means of Financing



FY24 Recommended Expenditures by Major Expenditure Categories



Summary of FY24 Recommended Adjustments

OPH's FY24 Recommended Budget is \$282.9 million less than the office's FY23 Existing Operating Budget totaling \$1.1 billion and authorized positions are recommended to decline by five.

Statewide Standard Adjustments total \$1.8 million and include a reduction of two positions.

Replaces \$3 million State General Fund with Louisiana Fund proceeds to balance to projected revenue collections to be deposited into the Fund in FY24.

Provides \$2 million for community outreach activities by the Louisiana Cancer Research Center.

Reduces the appropriation out of the Telecommunications for the Deaf Fund by \$446,040 to balance to projected expenditures.

Non-recurs \$286.1 million of COVID funding ending in FY23.

Transfers one position to the Office of the Secretary.

Transfers two positions and \$101,149 in associated funding to the Office on Women's Health and Community Health.



Louisiana Emergency Response Network

LOUISIANA EMERGENCY RESPONSE NETWORK

The **Louisiana Emergency Response Network** (LERN) is responsible for the development and maintenance of a statewide system of care coordination for patients suddenly stricken by serious traumatic injury or time-sensitive illness in accordance with the nationally recognized trauma system model created by the American College of Surgeons.

Specifically, **LERN** works to connect patients in need of time-sensitive trauma, burn, stroke and ST-elevation myocardial infarction (STEMI) services with the appropriate medical resource destination. **LERN** tracks these resources via the **LERN** Resource Management screen in the ESF-8 Portal (the emergency incident management software). The **LERN** Communications Center (LCC), located in Baton Rouge, directs the transport of traumatically injured patients to definitive care facilities within the “golden hour”. These services are provided 24/7/365 across the entire state. The LCC routed 17,744 patients in Calendar Year 2022.

LERN manages five data registries: State EMS Registry; State Trauma Registry; **LERN** Call Center Registry; State Stroke Registry; and State STEMI Registry.

LERN also provides educational classes on responding to trauma, life-threatening bleeding, burns, and STEMI.

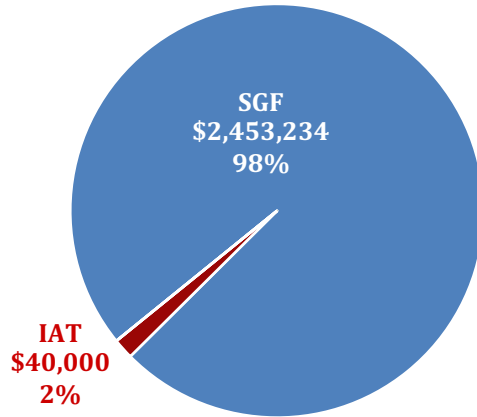
Finally, **LERN** manages the EMS Tactical Operations Center (TOC) during disasters.



Louisiana Emergency Response Network FY24 Recommended Budget

Total FY24 Recommended Budget = \$2,493,234 and 10 authorized positions

FY24 Recommended Means of Financing



Summary of FY24 Recommended Adjustments

LERN's FY24 Recommended Budget is \$150,396 more than the office's FY23 Existing Operating Budget totaling \$2.3 million. Authorized positions are recommended to increase by two.

Statewide Standard Adjustments total \$6,390.

Substitutes \$235,000 State General Fund for expiring grant funding transferred from OPH and from the Living Well Foundation.

Non-recurs \$20,800 in excess IAT budget authority.

Converts two job appointments to permanent authorized positions.

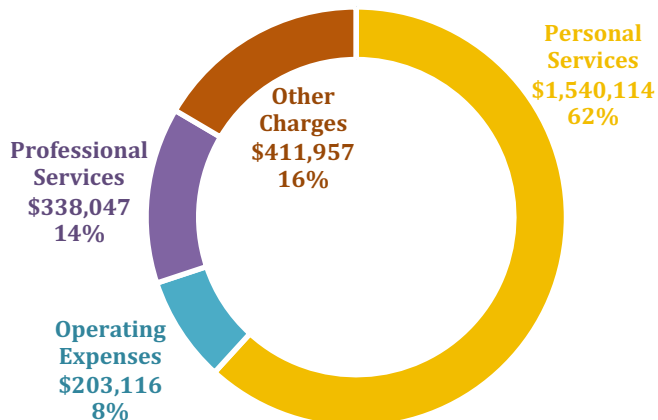
Provides \$2,358 for one computer and one laptop and docking station.

Provides \$14,890 in additional funding for the Image Trend contract, which is the software company that maintains the State Trauma Registry and LERN Call Center Registry data, as part of a three-year increase in the contract's price that began in FY22 to compensate for level pricing on the contract for the prior 12 years.

Provides \$70,000 for an evaluation of LERN's trauma system by the American College of Surgeons (ACS) Committee on Trauma. ASC will provide consultative guidance for future system development.

Provides \$97,590 to update the Call Works phone system for the Communications Center.

FY24 Recommended Expenditures by Major Expenditure Categories





Office on Women's Health and Community Health



OFFICE ON WOMEN'S HEALTH AND COMMUNITY HEALTH

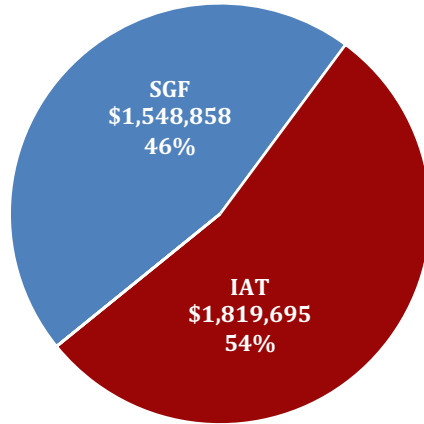
The **Office on Women's Health and Community Health** (OWHCH) was created by Act 676 (SB 116) of the 2022 Regular Legislative Session. This office is responsible for leading and coordinating efforts within the Louisiana Department of Health to improve women's health outcomes and address health disparities of women and communities.



Office on Women's Health and Community Health FY24 Recommended Budget

Total FY24 Recommended Budget = \$3,368,553 and 10 authorized positions

FY24 Recommended Means of Financing



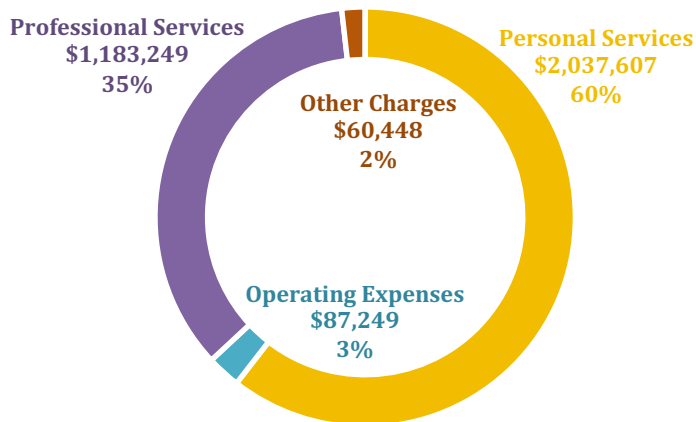
Summary of FY24 Recommended Adjustments

OWHCH's FY24 Recommended Budget is \$313,396 more than the office's FY23 Existing Operating Budget totaling nearly \$3.1 million. Authorized positions are recommended to increase by two.

Statewide Standard Adjustments total \$74,317.

Provides \$137,930 in additional funding and receives \$101,149 and two positions transferred from OPH for a total of \$239,079 to continue building the staff for this office.

FY24 Recommended Expenditures by Major Expenditure Categories





Medicaid



Medicaid is a voluntary, state-federal partnership, entitlement program that provides for the provision of health care services to low-income children, individuals and families; the elderly; and disabled persons. In addition, the Medicaid program contains financing for the provision of health care services for the uninsured.

As of the beginning of March 2023, 2,038,391 individuals were enrolled in Louisiana's Medicaid program. The majority of the growth in enrollment over the past several years has been in the adult group under the Affordable Care Act (ACA) eligibility expansion. There were 773,103 individuals enrolled under the ACA expansion as of March 2, 2023.

Overall enrollment in the Medicaid program has grown since the federal COVID Public Health Emergency (PHE) declaration due to the eligibility maintenance of effort requirements associated with the 6.2% COVID enhancement to the federal Medical Assistance Percentage (FMAP) provided for in the Families First Coronavirus Response Act. The Consolidated Appropriations Act, 2023, delinks the PHE declaration from the COVID FMAP enhancement and sets March 31, 2023, as the end date for the COVID continuous Medicaid eligibility requirement. LDH is projecting that enrollment will decline by 355,000 individuals due to the return of eligibility redeterminations on April 1, 2023. Prior to the PHE MOE requirement, 1,604,957 individuals, of which 472,427 were members of the ACA adult group, were enrolled in Medicaid at the beginning of March 2020.

The FMAP is the primary match rate for health care services. The Consolidated Appropriations Act, 2023, also establishes a schedule for the wind down of the COVID FMAP enhancement over the course of 2023 (1/1 to 3/31 - 6.2%; 4/1 to 6/30 - 5%; 7/1 to 9/30 - 2.5%; and 10/1 to 12/31 - 1.5%). For SFY23, including adjustments for the COVID bump, Louisiana's FMAP is 73.37%. The FMAP for SFY24, as adjusted for the COVID FMAP enhancement wind down, is 68.57%. The non-COVID enhanced FMAPs are 67.47% for SFY23 and 67.57% for SFY24.

The budget for the Medicaid program is divided into two budget units - **Medical Vendor Administration** and **Medical Vendor Payments**.



Medicaid

Medical Vendor Administration is responsible for the development, implementation, and enforcement of the administrative and programmatic policies of the Medicaid program with respect to eligibility, reimbursement, and monitoring the provision of health care services.

Medical Vendor Payments is the financial entity from which all health care providers serving Medicaid enrollees in the fee-for-service program and the uninsured and the Medicaid managed care plans are paid.

Payments to Private Providers Program –
Payments to the managed care plans and the legacy, or fee-for-service, reimbursements to non-state providers of health care services to Louisiana Medicaid-eligible residents

Payments to Public Providers Program –
Legacy, or fee-for-service, reimbursements to state providers of health care services and local school-based health centers for services provided to Louisiana’s Medicaid-eligible residents

Medicare Buy-Ins and Supplements Program –
Payments for Medicare coverage for Medicaid and Medicare dual-eligible enrollees, including the “clawback” payments to the federal government for the Part D Medicare coverage (pharmaceutical benefits) for this dually eligible population

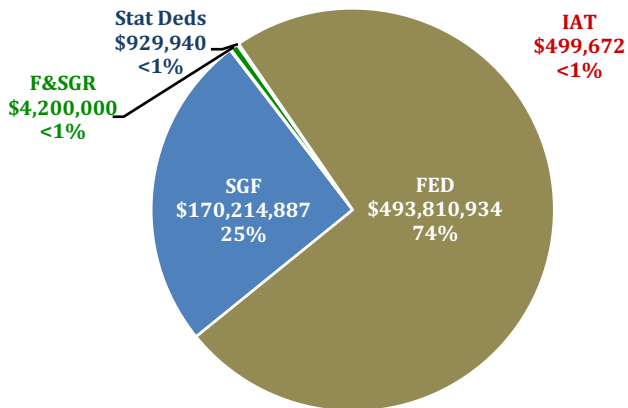
Uncompensated Care Costs (UCC) Program –
Payments to hospital-based providers serving a disproportionately large number of uninsured and low-income individuals UCC payments are also referred to as disproportionate share hospital (DSH) payments



Medical Vendor Administration FY24 Recommended Budget

Total FY24 Recommended Budget = \$669,655,433 and 996 authorized positions

FY24 Recommended Means of Financing



Summary of FY24 Recommended Adjustments

MVA's FY24 Recommended Budget is \$74.7 million greater than the office's FY23 Existing Operating Budget totaling nearly \$595 million. Authorized positions are recommended to decrease by three.

Statewide Standard Adjustments reduce \$19.9 million.

Transfers three positions and the associated funding totaling \$171,444 to the Office of the Secretary.

Substitutes State General Fund for \$477,560 in proceeds out of the Medical Assistance Programs Fraud Detection Fund to balance to the most recent REC Forecast for the Fund.

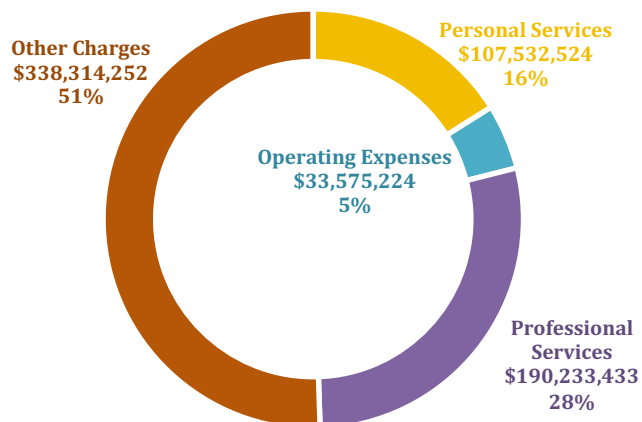
Receives \$26,000 transferred from OBH for Preadmission Screening and Resident Review (PASRR) Level II Evaluations for the non-Medicaid population exiting psychiatric hospitals.

Receives \$89.2 million (\$44.6 million SGF) transferred from Medical Vendor Payments for outreach activities associated with the restart of Medicaid eligibility redeterminations.

Provides \$1.8 million (\$180,000 SGF) for the Payment Integrity module to identify, report and reduce improper payments made by Medicaid related to estate and trauma recoveries.

Provides \$3.7 million (\$370,000 SGF) for the Pharmacy Benefit Manager module to provide fee-for-service pharmacy provider relations, benefits management and claims functionality.

FY24 Recommended Expenditures by Major Expenditure Categories

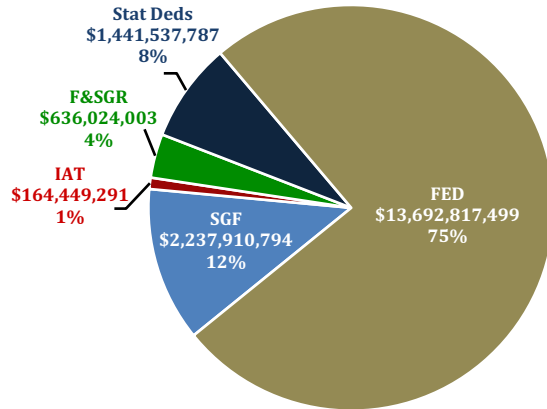




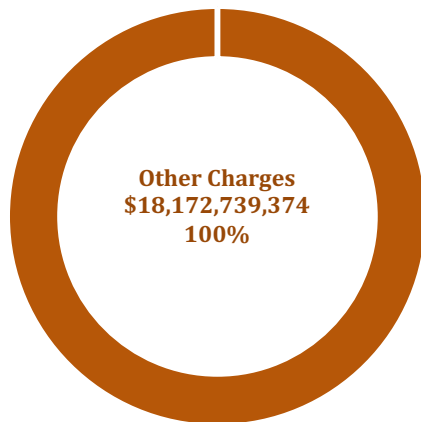
Medical Vendor Payments FY24 Recommended Budget

Total FY24 Recommended Budget = \$18,172,739,374

FY24 Recommended Means of Financing



FY24 Recommended Expenditures by Major Expenditure Categories



Summary of FY24 Recommended Adjustments

MVP's FY24 Recommended Budget is \$523.6 million greater than the office's FY23 Existing Operating Budget totaling \$17.6 billion.

Statewide Standard Adjustments reduce \$28.2 million.

Replaces \$24.8 million SGF with \$9.7 million out of the Health Excellence Fund and \$15.1 million out of the La. Fund to balance the FY24 budget to available statutorily dedicated revenues.

Replaces \$1.8 million out of the La. Medical Assistance Trust Fund (LMATF) with SGF to balance the budget to projected provider fee collections in FY24.

Replaces \$149.9 million excess LMATF proceeds realized in FY22 and utilized finance the budget in FY23 due to the extension of the 6.2% increase to the FMAP during the COVID PHE declaration during the course of FY22 with SGF.

Adjusts various means of financing to balance the budget to the federal financial participation (FFP) in the Medicaid program for FY24, including the wind down of the FMAP COVID enhancement: +\$7.7 million SGF; -\$345,427 IAT; -\$1.2 million F&SGR; and -\$5.4 million Federal Funds.

Replaces \$31.1 million federal American Rescue Plan Act (ARPA) funds allocated per the Home and Community Based Services Spending Plan with SGF to continue in FY24 the increase in the rates paid to Long Term Personal Care Services and Community Choices Personal Assistance Service providers serving the elderly and adults with physical disabilities.



Medical Vendor Payments FY24 Recommended Budget

Summary of FY24 Recommended Adjustments, continued

Non-recurs \$223.9 million in one-time federal American Rescue Plan Act (ARPA) funding associated with the Home and Community Based Services Spending Plan.

Transfers \$89.2 million (\$44.6 million SGF) to Medical Vendor Administration for outreach activities associated with the restart of Medicaid eligibility redeterminations.

Provides funding for mandated adjustments for specific provider groups –

Pursuant to state regulations:

- \$125.9 million (\$31.8 million SGF) to rebase nursing home reimbursement rates in FY24, including the room and board rates for hospice services;
- \$5.4 million (\$1.7 million SGF) for required inflationary increases for ICF/DDs in non-rebase years; and,
- \$220,107 (\$69,180 SGF) for required inflationary increases for inpatient rates for rural hospitals in non-rebase years.

Pursuant to federal regulations:

- \$420,370 (\$132,122 SGF) for Rural Health Clinics (RHCs) to adjust for additional RHCs enrolling as Medicaid providers and the federally-mandated annual Medical Economic Index (MEI) adjustment and
- \$327,007 (\$102,778 SGF) for Federally Qualified Health Centers (FQHCs) to adjust for additional FQHCs enrolling as Medicaid providers and the federally-mandated annual MEI adjustment.

Provides funding for federal lawsuit settlement agreements:

- \$590,000 (\$185,437 SGF) for an expansion of crisis services to Medicaid eligible children pursuant to the U.S. Department of Justice Serious Mental Illness agreement settlement and
- \$12.3 million (\$25.3 million SGF) to correct the funding and annualize the FY23 appropriation for 118 contracted inpatient civil intermediate beds for forensic patients to comply with the Cooper-Jackson lawsuit settlement (this service can only be supported by SGF since these are forensic clients so this adjustment swaps the federal funds mistakenly appropriated in FY23 with SGF).



Medical Vendor Payments FY24 Recommended Budget

Summary of FY24 Recommended Adjustments, continued

Provides \$20.9 million (\$6.6 million SGF) to balance the budget of the Medicaid program to those of the various state agencies receiving Medicaid claims and uncompensated care costs payments in FY24.

Provides \$610.3 million (-\$68.7 million SGF) to balance the budget to the projected costs of the managed care program for FY24. Specifically, the MCO adjustment accounts for the following factors: enrollment changes due to the end of the federal COVID eligibility MOE requirement as well as projections for new enrollees being determined eligible for the program during the course of FY24; increases in the monthly premiums based on utilization/costs; and an increase in projected pharmacy rebates. This adjustment also balances the financing for the managed care program to the revenues projected to be available to finance this program in FY24.

Provides \$48.6 million (\$0 SGF) for the Managed Care Incentive Payment (MCIP) program in concert with the adjustment for the managed care program for FY24.

Reduces a total of \$18.6 million in funding for the dental managed care program. This adjustment addresses projected changes in enrollment, including the extension of dental benefits to adults with developmental or intellectual disabilities pursuant to Act 450 of the 2021 Regular Legislative Session, and in provider reimbursement methodologies. This adjustment also balances the financing for the dental managed care program to the revenues projected to be available to finance this program in FY24 resulting in a \$19 million increase in SGF financing.

Provides \$58.1 million (\$25.7 million SGF) for the projected growth in the costs of the Medicare Buy-Ins Program for dual Medicare/Medicare eligibles for FY24. The Parts A and B adjustments total \$48 million and the Part D clawback payment is growing by \$10.2 million.

Provides \$510,122 Federal Funds for the Medicare Savings Program for Qualified Individuals (QIs) due to increases in Medicare Part B Premiums and projected growth in the number of enrollees the state is federally mandated to cover.